Submit 3 Copies to Appropriate District Office

DISTRICT I
P.O. Box 1980, Hobbs, NM 88240

DISTRICT II
P.O. Drawer DD, Artesia, NM 88210

DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410

State of New Mexico
Energy, Minerals and Natural Resources Department

OIL CONSERVATION DIVISION

P.O. Box 2088
Santa Fe, New Mexico 87504-2088

Form C-103
Revised 1-1-89

WELL API NO. 025-22884

5. Indicate Type of Lease: STATE [ ] FEE [X]

6. State Oil & Gas Lease No. –

SUNDRY NOTICES AND REPORTS ON WELLS

(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)

7. Lease Name or Unit Agreement Name: Baker

1. Type of Well: OIL WELL [ ] GAS WELL [X] OTHER

2. Name of Operator: Kaiser-Francis Oil Company

8. Well No. 1

3. Address of Operator: P.O. Box 21468, Tulsa, OK 74121-1468

9. Pool name or Wildcat: Drinkard

4. Well Location

Unit Letter B : 330 Feet From The North Line and 1650 Feet From The East Line

Section 26 Township 22S Range 37E NMPM Lea County

10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3315' GR 3328' KB

11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK [ ]	PLUG AND ABANDON [ ]	REMEDIAL WORK [ ]	ALTERING CASING [ ]
TEMPORARILY ABANDON [ ]	CHANGE PLANS [ ]	COMMENCE DRILLING OPNS. [ ]	PLUG AND ABANDONMENT [X]
PULL OR ALTER CASING [ ]		CASING TEST AND CEMENT JOB [ ]	
OTHER: [ ]		OTHER: [ ]	

12. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work) SEE RULE 1103.

1. 6-18-04 MIRU.
2. 6-21-04 TIH w/ 4-1/2" pkr. to 3916', set & establish IR of 3 BPM @ 500#.
3. 6-22-04 Set 4-1/2" CICR @ 3916', mix & sqz. 200 sx cmt. & cap CICR.
4. 6-22-04 Circ. hole w/ 10# MLF.
5. 6-22-04 Perf. @ 1310', set pkr. @ 1050', mix & sqz. 250 sx cmt. w/ circ. returns.
6. 6-23-04 Tag TOC @ 1122'.
7. 6-23-04 Perf. @ 450', mix & sqz. 105 sx cmt. to circ. to surface.
8. 6-23-04 Spot 5 sx cmt. 30' to surface.
9. 6-23-04 RDMO. Cut off wellhead, install dry hole marker, & clean location.

Approved as to plugging of the Well Bore. Liability under bond is retained until surface restoration is completed.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE [signature] TITLE Agent DATE 7-07-04

TYPE OR PRINT NAME Roger Massey TELEPHONE NO. (432)530-0907

(This space for State Use)

APPROVED BY Gary W. Wink TITLE OC FIELD REPRESENTATIVE II/STAFF MANAGER DATE AUG 02 2004

CONDITIONS OF APPROVAL, IF ANY: