CONDITIONS OF APPROVAL, IF ANY:

State of New Mexico Energy, Minerals and Natural Resources Department

Form C-103 Revised 1-1-89

DISTRICT I P.O. Box 1980, Hobbs, NM 88240 DISTRICT II P.O. Drawer DD, Artesia, NM 88210	OIL CONSERVATION DIVISION 2040 Pacheco St. Santa Fe, NM 87505		WELL API NO. 30-025-36570 sIndicate Type of Lease	
DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410			STATE FEE X sState 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.)			rLease Name or Unit Agreement Name	
Type of Well: OIL GAS WELL WELL	OTHER CATTAL		Resler "A"	
Name of Operator Arch Petroleum Inc	OTHER		«Well No.	
Address of Operator P. O. Box 10340, Midland	· · · · · · · · · · · · · · · · · · ·		Pool name or Wildcat Langlie Mattix 7Rvrs Queen Grayburg	
4Well Location Unit Letter K : 2030 Feet From The South Line and 1880 Feet From The West Line				
Section 20	235	Range 37E	NMPM Lea County	
	10Elevation (Show whether DF, 3305 '		The state of the s	
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	ALTÉRING CASING	
TEMPORARILY ABANDON	CHANGE PLANS COMMENCE DRILLING OPNS. XX PLUG AND ANBANDONMENT			
PULL OR ALTER CASING	CASING TEST AND CEMENT JOB SQUOH			
OTHER:		OTHER:	12 03 V	
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.				
Spud & Set Surface Csg – MIRU Capstar #14. Spud well @ 15:30 hrs 03/11/04. Drld 12-1/4" hole to 1124'. TD reached @ 05:00 hrs 03/12/04. Ran 25 jts 8-5/8" 24# J-55 ST&C csg. Cmt'd w/ 475 sks 35:65:6 @ 12.4 ppg followed by 200 sks Cl "C" + 2% CaCl2 @ 14.8 ppg. Circ 96 sks to surface. Plug down @ 12:30 hrs 03/12/04. WOC 16 hrs. Make cut-off. Weld on WH. NU BOP's & test ok.				
TD & Prod Csg – Drld 7-7/8" hole to 3700'. TD reached @ 02:00 hrs 03/16/04. Ran 83 jts 4-1/2" 11.6# J-55 LT&C csg. Cmt'd w/ 1010 sks Cl "C" + additives @ 14.09 ppg. Circ 65 sks to surface. CBL ran 03/19/04.				
I hereby certify that the information above is true and complete to the best of my knowledge and belief.				
SIGNATURE CHAYS U	Charles 111 / 1			
TYPE OR PRINT NAME Cathy Wright	ī	432-685-8100 TELEPHONE NO.		
(This space for State Use)				
APPROVED BY CONDITIONS OF APPROVAL, IF ANY:	Engl III	LE PETROLEUI	M ENGINEER OCT 2 5 2004	