

Submit 3 Copies To Appropriate District Office  
 District I  
 1625 N. French Dr., Hobbs, NM 88240  
 District II  
 1301 W. Grand Ave., Artesia, NM 88210  
 District III  
 1000 Rio Brazos Rd., Aztec, NM 87410  
 District IV  
 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
 Energy, Minerals and Natural Resources

Form C-103  
 May 27, 2004

OIL CONSERVATION DIVISION  
 1220 South St. Francis Dr.  
 Santa Fe, NM 87505

WELL API NO. 30-025-28296
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No. 33786
7. Lease Name or Unit Agreement Name Peoples Security
8. Well Number 3
9. OGRID Number 227069
10. Pool name or Wildcat Scharb Bone Spring
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3,826.1 GR
Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input checked="" type="checkbox"/>
Pit type STEEL Depth to Groundwater 53' Distance from nearest fresh water well Over 1000' Distance from nearest surface water Over 1000'
Pit Liner Thickness: mil Below-Grade Tank: Volume bbls; Construction Material - STEEL

**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.)

1. Type of Well: Oil Well  Gas Well  Other

2. Name of Operator  
Momentum Energy Corporation

3. Address of Operator  
P.O. Box 3398, Midland, Texas 79702

4. Well Location  
 Unit Letter B : 660 feet from the North line and 1980 feet from the East line  
 Section 10 Township 19-S Range 35-E NMPM County Lea

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

<b>NOTICE OF INTENTION TO:</b>		<b>SUBSEQUENT REPORT OF:</b>	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	P AND A <input checked="" type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL. <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>	OTHER: <input type="checkbox"/>
OTHER: <input type="checkbox"/>		OTHER: <input type="checkbox"/>	

13. 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. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

12/27/04 Notified OCD, Buddy Hill. MIRU Triple N rig #22 and plugging equipment. Set steel pit. ND wellhead, NU BOP. POOH w/ 195 jts 2 7/8" tubing. SI well, SDFN.

12/28/04 Notified OCD, Buddy Hill. RIH w/ gauge ring on wireline to 6,800', POOH w/ gauge ring. RIH w/ 7" HM tbg-set CIBP on 209 jts tubing to 6,800'. RU cementer and set CIBP @ 6,800'. Loaded hole w/ 100 bbls mud and pumped 25 sx C cmt 6,800 - 6,668'. POOH w/ tbg to 6,350'. Pumped 50 sx C cmt w/ 2% CaCl<sub>2</sub> @ 6,350'. PUH w/ 33 stands tbg, WOC 2 hrs. RIH and tagged cmt @ 6,016'. Circulated hole w/ mud and pumped 25 sx C cmt @ 4,200'. POOH w/ tbg, SDFN.

12/29/04 Tagged cmt @ 4,040', POOH w/ wireline. Pumped 25 sx C cmt 1,822 - 1,672'. POOH w/ tbg to 520' and pumped 30 sx C cmt w/ CaCl<sub>2</sub> @ 520'. POOH w/ tbg and WOC 3 hrs. RIH w/ tbg and tagged cmt @ 370'. POOH w/ tbg to 100'. Pumped 20 sx C cmt 100' to surface. POOH w/ tbg, ND BOP, RDMO.

Cut off wellhead & anchors, installed dry hole marker.

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. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines , a general permit  or an (attached) alternative OCD-approved plan .

SIGNATURE Sammie Hodges TITLE operations foreman DATE: 1/6/05  
 Type or print name Sammie Hodges E-mail address: shodges@momentumenergy.com Telephone No. 432-682-0595

**For State Use Only**

APPROVED BY: Harry W. Wink TITLE OCD FIELD REPRESENTATIVE II/STAFF MANAGER DATE JAN 13 2005  
 Conditions of Approval (if any):