State of New Mexico

Form C-103 Revised 1-1-89

DATE

Energy, Minerals and Natural Resources Department District Office **DISTRICT I** OIL CONSERVATION DIVISION P.O. Box 1980, Hobbs, NM 88240 WELL API NO. 2040 Pacheco St. 30-025-30553 Santa Fe. NM 87505 Indicate Type of Lease P.O. Drawer DD, Artesia, NM 88210 STATE DISTRICT III 6State Oil & Gas Lease No 1000 Rio Brazos Rd., Aztec, NM 87410 200 SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A 7Lease Name or Unit Agreement Name DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" Guernsev 15 (FORM C-101) FOR SUCH PROPOSALS.) 1Type of Well: GAS WELL OIL X OTHER «Well No. 2Name of Operator Nearburg Producing Company 3Address of Operator Pool name or Wildcat 3300 N A St., Bldg 2, Suite 120, Midland, TX 79705 Humble City; Strawn, SW ₄Well Location 710 North 570 Unit Letter Feet From The Line and Feet From The 22 Section Township 178 37E NMPM Lea Range 10Elevation (Show whether DF, RKB, RT, GR, etc.) 3734 11 Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PLUG AND ABANDON REMEDIAL WORK ALTERING CASING

FEE Line County PERFORM REMEDIAL WORK **TEMPORARILY ABANDON** CHANGE PLANS COMMENCE DRILLING OPNS. PLUG AND ANBANDONMENT PULL OR ALTER CASING CASING TEST AND CEMENT JOB OTHER: OTHER: 12Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work) SEE RULE 1103. Started drilling cmt plugs 4/20/03. Drld final plug f/ 7051' - 7303. PU pipe to 8400'. Set kick off plug f/ 7400' - 7900' w/ 125 3 14 15 16 72 Class H + additives. WOC. Tagged plug @ 7393'. Directionally drld to 11 921'. Logged Well Class H + additives. WOC. Tagged plug @ 7393'. Directionally drld to 11,921'. Logged Well. Plug and abandon well as follows (plugs verbally approved by Gary Wink w/ Hobbs OCD): 000 ග SOCIO Plug #1 11,900'-11,800 with 30 sx class H. 567 Plug #2 9,800'-9,700' with 30 sx class H Plug #3 7,800'-7700' with 30 sx class H, CULC AVIN Plug #4 6,885'-6,785' with 30 sx class H (top of Glorieta) Plug #5 4,785'-4,435' with 110 sx class H. TOH wait for 4 hrs and TIH and tagged plug at 4,455'(45' inside intermediate casing shoe) Plug #6 2,250-2,350 (top salt section) with 30 sx class H, Plug #7 450'-550' with 30 sx class H CMT Set surface plug f/ 60' to surface with 15 sx class H CMT (Density of all cmt was 15.6) Approved as to Plugging of the Well Bore. Nipple down BOPE and jet pits. RIG RELEASED AT 1500 HRS 5/14/03 cut off 8 5/8" well on head and install dry hole marker. Liability under bond is retained until Surface restoration is completed. Logs enclosed. I hereby certify that the information above is true and complete to the best of my knowledge and belief. SIGNATURE TITLE Production Analyst 05-28-2003 TYPE OR PRINT NAME Sarah TELEPHONE NO. 432/686-8235 (This space for State Use)

PETROLEUM ENGINEER JUN 09 2003

CONDITIONS OF APPROVAL, IF ANY: