

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

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

Form C-103
Revised March 25, 1999

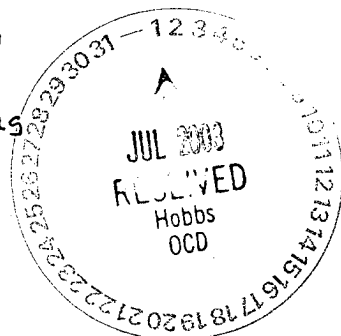
SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)		WELL API NO. <u>30-025-2/266</u>
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other <u>Injection</u>		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator <u>Merit Energy</u>		6. State Oil & Gas Lease No.
3. Address of Operator <u>13272 Noel Rd. Dallas, TX. 75240 STE. 500</u>		7. Lease Name or Unit Agreement Name: <u>Mescalero ridge UT 891007165B</u>
4. Well Location Unit Letter <u>E</u> : <u>1980</u> feet from the <u>North</u> line and <u>990</u> feet from the <u>West</u> line Section <u>35</u> Township <u>19S</u> Range <u>34E</u> NMPM County <u>Lea</u>		8. Well No. <u>Mescalero ridge UT 35# 12</u>
10. Elevation (Show whether DR, RKB, RT, GR, etc.)		9. Pool name or Wildcat <u>Pond (Queen)</u>

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

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input checked="" 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"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPLETION <input type="checkbox"/>	CASING TEST AND CEMENT JOB <input type="checkbox"/>	
OTHER: <input type="checkbox"/>		OTHER: <input type="checkbox"/>	

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

1. circulate well w/mud set 5 1/2 CIP @ 4500 w 35' cement
2. Perf sqz. 100' plug from 3440 to 3340 (Base salt 3391) woc tag
3. Perf sqz. 100' plug from 2530 to 2430 (TOP salt 2484) woc tag
4. Perf 4 1/2 CSG @ 1640 sqz. 100' plug
5. Perf 4 1/2 CSG @ 296 (8 5/8 shoe @ 246) sqz 100 plug woc tag
6. Perf 5 1/2 @ 60' circulate unit to surface
7. Cut off well head install dry hole marker



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

SIGNATURE Brandon Ripley TITLE Foreman DATE 6-30-03
Type or print name Brandon Ripley Telephone No. (505) 420-5502
(This space for State use)
APPROVED BY Harry W. Wink OC FIELD REPRESENTATIVE II/STAFF MANAGER DATE JUL 01 2003