

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
Revised June 10, 2003

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

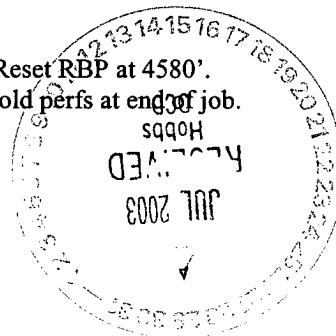
WELL API NO. 30-025-23161
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. 23701
7. Lease Name or Unit Agreement Name Phillips Lea
8. Well Number 5
9. OGRID Number 16482
10. Pool name or Wildcat Vacuum: Grayburg-San Andres

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 <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>	
2. Name of Operator Olsen Energy, Inc.	
3. Address of Operator 19210 Huebner Road, Suite 200, San Antonio, Texas 78258	
4. Well Location Unit Letter L: 2310 feet from the South line and 990 feet from the West line Section 31 Township 17-S Range 34-E NMPM Lea County	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 4095 GR	

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data	
NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK <input checked="" type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/> PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPLETION <input type="checkbox"/> OTHER: _____	SUBSEQUENT REPORT OF: REMEDIAL WORK <input checked="" type="checkbox"/> ALTERING CASING <input type="checkbox"/> COMMENCE DRILLING OPNS. <input type="checkbox"/> PLUG AND ABANDONMENT <input type="checkbox"/> CASING TEST AND CEMENT JOB <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.

7-16-03 Perforate Premier Sand 4600'-4609' w/2 JSPF. Set RBP at 4620'.
7-18-03 Acidize Premier Sand 4600'-4609' w/1000 gals 15% HCL. Communicated w/old perfs. Reset RBP at 4580'.
7-20-03 Perforate Grayburg 4397'-4561' OA. Acidize w/2000 gals 15% HCL. Communicated w/old perfs at end of job.
7-23-03 Pull tools out of hole. Pet well back on rod pump.



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

SIGNATURE [Signature] TITLE President DATE July 23, 2003

Type or print name Homer R. Olsen E-mail address: rusty@olsenenergy.com Telephone No. (210)496-2466

(This space for State use)

APPROVED BY [Signature] TITLE OC FIELD REPRESENTATIVE II/STAFF MANAGER DATE JUL 31 2003

Conditions of approval, if any