

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. 30-025-35040
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator TMBR/Sharp Drilling, Inc.		6. State Oil & Gas Lease No. A-1320
3. Address of Operator P. O. Drawer 10970, Midland, TX 79702		7. Lease Name or Unit Agreement Name: State "5"
4. Well Location Unit Letter <u>G</u> : <u>1600</u> feet from the <u>North</u> line and <u>2500</u> feet from the <u>East</u> line Section <u>5</u> Township <u>17S</u> Range <u>35E</u> NMPM Lea County		7. Well No. 1
10. Elevation (Show whether DR, RKB, RT, GR, etc.) GR 3999'		9. Pool name or Wildcat Wildcat Upper Penn

11. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data	
NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK <input 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: <input type="checkbox"/>	SUBSEQUENT REPORT OF: REMEDIAL WORK <input 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 checked="" type="checkbox"/> Plug back & recompletion

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.

04/02/03 Pull plunger and set 2.31" "FWG" blanking plug in "F" nipple @ 12,494'. SDFN.

04/03/03 MIRU completion unit. RU kill truck & load hole w/2% KCL wtr. ND wellhead & NU BOP. TOH w/280 jts 2-7/8" tbg. SDFN.

04/04/03 TOH w/112 jts tbg. LD 45 jts. PU RBP, pkr, & SN & TIH w/2-7/8" tbg. Set RBP @ 10,034'. Set pkr @ 10,991'. Test RBP & pkr to 2000 psi, ok. Release pkr & spot 250 gal 15% acetic acid. SDFN.

04/05/03 PBTD 11,018'. TOH w/tbg & pkr. Rig up wireline and perforate 10,952-10,974' (3 SPF) 66 holes - .42" dia. TIH w/pkr & tbg. Set pkr @ 10,708'. SDFN.

Continued on attached sheet.

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

SIGNATURE Lonnie Arnold TITLE Production Manager DATE 5/15/03

Type or print name Lonnie Arnold

Telephone No. (432) 699-5050

(This space for State use)

PETROLEUM ENGINEER

APPROVED BY [Signature] TITLE Production Manager DATE SEP 15 2003
Conditions of approval, if any:

TMBR/SHARP DRILLING, INC.

State "5" No. 1

1600' FNL & 2500' FEL

Sec. 5, T-17S, R-35E

Lea County, NM

Form C-103 (Continued)

04/06/03 Rig up to acidize. Packer would not test. TOH w/2-7/8" tbg & pkr. SDFN.

04/07/03 Finish TOH w/2-7/8" tbg & pkr. LD pkr. TIH w/pkr & on-off tool & 2-7/8" tbg. SDFN.

04/08/03 Finish TIH w/2-7/8" tbg. Set pkr @ 10,836'. ND BOP, NU WH. RU swab. IFL 1000'. Swabbed 83 BLW & 10 BO in 8 hrs. SDFN.

04/09/03 12½ hr SITP 1200 psi. Flow & swab 43 BO & 5 BLW in 9 hrs. SDFN.

04/10/03 14 hr SITP 1000 psi. Open to tank, flowed 22 BO. Rig up & acidize perfs (10,952-10,974') w/3000 gal 15% HCL NEFE acid @ 2.1 BPM @ 4300 psi. ISIP 5200 psi, 5 min 4146 psi, 10 min 3404 psi, 15 min 2876 psi. Flowed & swabbed 39 BO & 145 BLW. SDFN.

04/11/03 Open well on 24/64" ck. Flowed 62 BO & 10 BW in 7 hrs. Shut well in.

04/12/03 Open well on 16/64" ck. Flowed 50 BO & 0 BW in 5 hrs. Shut well in.

04/15/03 In 24 hrs made 87 BO, 7 BW & 186 MCF, FTP 250 psi, 16/64" ck.

04/28/03 In 24 hrs made 40 BO, 10 BW & 100 MCF, FTP 175 psi, 16/64" ck. **FINAL REPORT.**