

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 June 10, 2003

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. 30 041 20927
1. Type of Well: Oil Well Gas Well <input checked="" type="checkbox"/> Other (Injection)		5. Indicate Type of Lease STATE FEE X
2. Name of Operator Morexco, Inc. <input checked="" type="checkbox"/>		6. State Oil & Gas Lease No.
3. Address of Operator c/o Box 953 Midland, TX 79702		7. Lease Name or Unit Agreement Name Kettle Hill Fee <input checked="" type="checkbox"/>
4. Well Location Unit Letter <u>B</u> : <u>660</u> feet from the <u>North</u> line and <u>1980</u> feet from the <u>East</u> line Section <u>3</u> Township <u>7S</u> Range <u>33E</u> NMPM Roosevelt County		8. Well Number 1 <input checked="" type="checkbox"/>
11. Elevation (Show whether DR, RKB, RT, GR, etc.): 36523		9. OGRID Number 15262
		10. Pool name or Wildcat: Chaveroo Lower Penn. North (Gas)

12. 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 PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPLETION <input type="checkbox"/> OTHER:	SUBSEQUENT REPORT OF: REMEDIAL WORK ALTERING CASING <input type="checkbox"/> COMMENCE DRILLING OPNS PLUG AND ABANDONMENT <input type="checkbox"/> CASING TEST AND CEMENT JOB OTHER: completion/fishing

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.

4-20-07: Rigged up & tagged DV tool @ 7948'.
4-23-07: Drilled out DV tool, RIH tag @ 9060', circulated & displace hole w/2% KCL.
4-24-07 Ran Bond log, TOC @ 4940'. Perfed Miss @ 8949-8951'.
4-25-07: Treated Miss perfs w/1500 gals 15% NEFE acid. Tubing & packer @ 8852'. Low shows.
4-30-07: Set CEBP @ 8945', perf @ 8925-33' w/2spf. Acized w/2000 gals acid. Ran pressure bomb.
5-17-07: Set CIBP @ 8900' w/35' CI C cement on top. Perfed from 8212-25' w/2 spf. Packer @ 8128'. Treat @ w/3000 gals 15% acid.
5-25-07: Attempted to unset packer - stuck. TIH w/overshot.
5-31-07: Rigged up reverse unit, circulate hole, clean out to top of packer @ 8158'.
6-4/27-07: Fishing, ran impression block & will run casing inspection log. Well shut-in.

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

SIGNATURE Ann E. Ritchie TITLE Regulatory Agent DATE: 7-30-07

Type or print name Ann E. Ritchie E-mail address: ann.ritchie@wtor.net Telephone No. 432 684-6381

(This space for State use)

APPROVED BY Gay W. Wink TITLE OG FIELD REPRESENTATIVE / STAFF ANALYST DATE
Conditions of approval, if any:

AUG 13 2007