State of New Mexico Form C-103 Submit 3 Copies To Appropriate District Office Energy, Minerals and Natural Resources Revised March 25, 1999 District I WELL API NO. 1625 N. French Dr., Hobbs, NM 87240 30-025-36444 District II OIL CONSERVATION DIVISION 811 South First, Artesia, NM 87210 5. Indicate Type of Lease 2040 South Pacheco District III STATE | FEE X 1000 Rio Brazos Rd., Aztec, NM 87410 Santa Fe, NM 87505 District IV 6. State Oil & Gas Lease No. 2040 South Pacheco, Santa Fe, NM 87505 SUNDRY NOTICES AND REPORTS ON WELLS 7. Lease Name or Unit Agreement Name: (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.) Byers B 1. Type of Well: Oil Well Gas Well Other 2. Name of Operator 8. Well No. OXY USA WTP Limited Partnership 192463 9. Pool name or Wildcat 3. Address of Operator P.O. Box 50250 Midland, TX 79710-0250 Skaggs. Abo. East 4. Well Location 1980 1650 south west Unit Letter feet from the line and feet from the line Section Township Range **NMPM** County Lea 10. Elevation (Show whether DR, RKB, RT, GR. etc.) 3561' 11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WORK **ALTERING CASING TEMPORARILY ABANDON** COMMENCE DRILLING OPNS. **CHANGE PLANS PLUG AND ABANDONMENT** \mathbf{X} **PULL OR ALTER CASING** MULTIPLE CASING TEST AND COMPLETION **CEMENT JOB** OTHER: OTHER: 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. See Attached I hereby certify that the information above is true and complete to the best of my knowledge and belief. TITLE Sr. Regulatory Analyst SIGNATURE_ Type or print name David Stewart Telephone No. 432-685-5717 (This space for State use) OC FIELD REPRESENTATIVE II/STAFF MANAGER TITLE

Conditions of approval, if any:

BYERS B #6

10/21/2003 CMIC: LOVE

BASIN SURVEYORS STAKED LOCATION AT 1650' FSL, 1980' FWL, SECTION 7, T20S, R38W, LEA CTY NM. DUG RESERVE & SET 40' 14" CONDUCTOR. MIRU MCVAY #8. PERFORM PRE SPUD SAFETY CHECK. SPUD AT 11:00AM 10-20-2003. DRILLING F/ 40' TO 616' W/ SURVEY. LOST TOTAL RETURNS AT 616'. MIX LCM PILL & REGAINED CIRCULATION. DRILLING F/ 616' TO 1311' W/ SURVEY. NO PROBLEMS AT REPORT TIME. NOTIFIED SYLVIA W/ NMOCD AT 11:30 AM 10-20-2003 ABOUT SPUD.

10/22/2003 CMIC: LOVE

DRILLING F/ 1311' TO 1510' TD. CIRCULATE BOTTOMS UP, DROP SURVEY & TRIP FOR CASING. LAYDOWN 8" DRILL COLLARS. RIG UP CASING CREW & RUN 36 JTS 8 5/8" 32# J-55 ST&C CASING. TOTAL PIPE 1510' SET AT 1510'. CIRCULATE CASING CAPACITY W/ RIG PUMP. RU HALLIBURTON & CEMENT W/415 SX HALLIBURTON LITE P PLUS TAILED W/ 320 SX PREMIUM PLUS. PLUG DOWN AT 3:30 PM 10-21-03. CIRCULATED 109 SX TO RESERVE. WOC 4 HRS. CUT OFF CASING & WELD ON 3K HEAD. NU 5K BOPE. TEST STACK TO 1000 PSI. TIH W/ BIT #2 AT REPORT TIME.

10/23/2003 CMIC: LOVE

FINISH TRIP IN HOLE. DRILLING CEMENT & FLOAT EQUIPMENT. DRILLING F/ 1510' TO 2745' W/ SURVEYS. NO PROBLEMS AT REPORT TIME.

10/24/2003 CMIC: LOVE

DRILLING F/ 2745' TO 2770'. SHORT TRIP TO COLLARS & PU RT TOOL & CHANGE OUT ROTARY SPROCKET. TRIP IN HOLE. DRILLING F/2770' TO 3420'. NO PROBLEMS AT REPORT TIME.

10/25/2003 CMIC: LOVE

DRILLING F/ 3420' TO 4312' W/ SURVEYS. NO PROBLEMS AT REPORT TIME.

10/26/2003 CMIC: LOVE

DRILLING F/ 4312' TO5114' W/ SURVEYS. STARTED LOSING FLUID IN SAN ANDRES, MIXING LCM PILLS TO CONTROL LOSSES. MOVING 500 BBLS XCD MUD FROM PRALINES & CREAM.

10/27/2003 CMIC: LOVE

DRILLING F/ 5114' TO 5266'. DROP TOTCO & TRIP FOR BIT. CHANGE BIT & TRIP IN HOLE. PUT 2ND RT TOOL AT 3388' FROM BIT. WASH & REAM 30' TO BOTTOM. DRILLING F/ 5266' TO 5599'. LITE MUD UP AT 5266' W/ LCM & MYLO GEL. FLUID LOSS DOWN F/ 60 BPH TO 10 BPH.

10/28/2003 CMIC: LOVE

DRILLING F/ 5599' TO 6028' W/ SURVEY. NO PROBLEMS AT REPORT TIME. LOSING 10 BBLS/HR.

10/29/2003 CMIC: LOVE

DRILLING F/ 6028' TO 6390' W/ SURVEY. FLUID LOSS 8 BBLS/HR. NO PROBLEMS AT REPORT TIME.

10/30/2003 CMIC: LOVE

DRILLING F/ 6390' TO 6625'. DROP TOTCO & TRIP FOR BIT. CHANGE BIT & TRIP IN HOLE AT REPORT TIME.

10/31/2003 CMIC: LOVE

CUT DRILLING LINE. FINISH TRIP IN HOLE W/ BIT #4. DRILLING F/ 6625' TO 6948'. FLUID LOSS 6-10 BBLS/HR. NO PROBLEMS AT REPORT TIME.

11/01/2003 CMIC: LOVE

DRILLING F/6948' TO 7250' W/ SURVEY. NO PROBLEMS AT REPORT TIME.

11/02/2003 CMIC: LOVE

DRILLING F/ 7250' TO 7400 TD. TD AT 6:45PM 11-1-03. CIRCULATE BOTTOMS UP, SHORT TRIP 20 STANDS, CIRCULATE BOTTOMS UP. TOOH FOR LOGS. RIG UP LOGGERS & LOG. LOGGERS TD 7397'.

11/03/2003 CMIC: LOVE

FINISH LOGGING W/ BAKER ATLAS. TIH & CIRCULATE BOTTOMS UP. RU LD MACHINE & LD DRILL PIPE & DRILL COLLARS. RU CASING CREW & RUN 5 1/2" CASING.

11/04/2003 CMIC: LOVE

FRIH WITH 5 1/2" CASING AND SET AT 7400'. CIRCULATED FOR 45 MINS WITH RIG PUMP. RU HOWCO. MIXED AND PUMPED 100 SX INTERFILL FB AND TAILED IN WITH 550 SX 50/50 POZ. DISPLACED CEMENT TO FLOAT WITH F.W. P.D. AT 1000 HOURS MST WITH 2500#. RELEASED PRESSURE AND FLOATS HELD O.K. CIRCULATED 41 SX TO PIT. R.D. HOWCO. P.U BOP AND SET SLIPS. CUT OFF CASING. NU W.H. JETTED AND CLEANED PITS. RELEASED RIG AT 1400 HOURS MST 11-3-03. FINAL REPORT-WOCU. NMOCD NOTIFIED BUT DID NOT WITNESS.