

DISTRICT I  
P.O. Box 1980, Hobbs, NM 88240

DISTRICT II  
P.O. Drawer DD, Artesia, NM 88210

DISTRICT III  
1000 Rio Brazos Rd., Aztec, NM 87410

**OIL CONSERVATION DIVISION**  
P.O. Box 2088  
Santa Fe, New Mexico 87504-2088

WELL API NO. 30-30-025 27687
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name MERCHANT A
8. Well No. 1
9. Pool name or Wildcat EAST GRAMA RIDGE (MORROW) GAS
10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3614GR

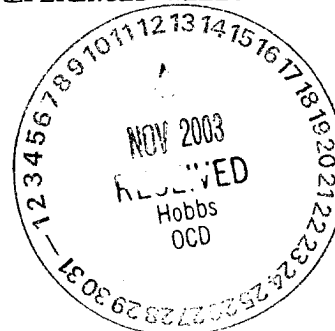
**SUNDRY NOTICES AND REPORTS ON WELLS**  
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well: OIL WELL <input type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> OTHER
2. Name of Operator V-F PETROLEUM INC.
3. Address of Operator P.O. BOX 1889, MIDLAND, TEXAS 79702
4. Well Location Unit Letter <u>L</u> : <u>1,980</u> Feet From The <u>SOUTH</u> Line and <u>660</u> Feet From The <u>WEST</u> Line Section <u>30</u> Township <u>21-S</u> Range <u>35-E</u> NMPM LEA County
10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3614GR

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

WE REQUEST A ONE YEAR EXTENSION (FROM DECEMBER 13, 2003) FOR THE "PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE" (FORM C-101) FOR THE ABOVE-REFERENCED WELL.



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

SIGNATURE S. K. Lawlis TITLE VICE PRESIDENT DATE 11/10/03  
TYPE OR PRINT NAME S. K. LAWLIS TELEPHONE NO. (432) 683-334

(This space for State Use)

APPROVED BY [Signature] TITLE PETROLEUM ENGINEER DATE NOV 17 2003  
CONDITIONS OF APPROVAL, IF ANY: