

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
 June 19, 2008

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

WELL API NO. 30-025-29761	<input checked="" type="checkbox"/>
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>	
6. State Oil & Gas Lease No. LG 8961	
7. Lease Name or Unit Agreement Name SANMAL QUEEN UNIT #1	<input checked="" type="checkbox"/>
8. Well Number 001	<input checked="" type="checkbox"/>
9. OGRID Number 020989	<input checked="" type="checkbox"/>
10. Pool name or Wildcat SANMAL-QUEEN	

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 Gas Well Other

2. Name of Operator
SMITH & MARRS, INC.

3. Address of Operator
P.O. BOX 863 KERMIT, TX 79745

4. Well Location
 Unit Letter H :1650 feet from the NORTH line and 990 feet from the EAST line
 Section 1 Township 17S Range 33E NMPM LEA County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:

- PERFORM REMEDIAL WORK PLUG AND ABANDON
 TEMPORARILY ABANDON CHANGE PLANS
 PULL OR ALTER CASING MULTIPLE COMPL
 DOWNHOLE COMMINGLE

SUBSEQUENT REPORT OF:

- REMEDIAL WORK ALTERING CASING
 COMMENCE DRILLING OPNS. P AND A
 CASING/CEMENT JOB

OTHER:

OTHER:

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.

- 12/11/08
 1. SET CIBP @ 3692' W/ 25 SACKS ON TOP
- 12/12/08
 2. SPOT 25 SACKS @ 2950'
- 12/15/08
 3. RIH AND CUT CASING @ 1800' CASING STUCK - HELD 1000#
- 12/16/08
 4. RIH WITH TUBING STUCK
 5. RIH AND PERF @ 1400' PER MAXEY
 6. SPOT 65 SACK IN AND OUT OF 5-1/2" CASING (TAG @ 970')
- 12/18/08
 7. RIH AND CUT TUBING @ 650'
 8. RIH AND CUT AND PULL 600' OF 5-1/2" CASING
 9. SPOT 50 SACKS @ 650' (TAG @ 425')
- 12/19/08
 10. CIR CULATE 15 SACKS FROM 60' TO SURFACE
 11. INSTAL L DRY HOLE MARKER - CLEAN UP LOCATION

RECEIVED

JAN 09 2009

HOBSOCD

Approved for plugging of well bore only.
 Liability under bond is retained pending receipt
 of C-103 (Subsequent Report of Well Plugging)
 which may be found at OCD Web Page under
 Forms, www.cmnrd.state.nm.us/oed.

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

SIGNATURE Mah Hal TITLE Vice-President DATE 1-7-2009

Type or print name _____ E-mail address: _____ PHONE: _____

For State Use Only APPROVED BY: Campbell W. Hill TITLE DISTRICT 1 SUPERVISOR DATE JAN 13 2009

Conditions of Approval (if any): _____