APPROVED BY

CONDITIONS OF APPROVAL, IF

State of New Mexico Energy, Minerals and Natural Resources Department

Form C-103 Revised 1-1-89

DISTRICT I OIL CONSERVATION DIVISION P.O. Box 1980, Hobbs, NM 88240 WELL API NO. 2040 Pacheco St. 30-025-31079 Santa Fe. NM 87505 sIndicate Type of Lease P.O. Drawer DD, Artesia, NM 88210 FEE STATE **DISTRICT III** «State Oil & Gas Lease No. 1000 Rio Brazos Rd., Aztec, NM 87410 SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A 7Lease Name or Unit Agreement Name DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) Kimbrough 20 1Type of Well: GAS OIL X OTHER WELL «Well No. 2Name of Operator Nearburg Producing Company ∍Pool name or Wildcat 3Address of Operator 3300 N A St., Bldg 2, Suite 120, Midland, TX 79705 Midway South; Strawn ₄Well Location 1250 south 1725 east Unit Letter Feet From The Feet From The Line and Line 20 17\$ 37E Lea Range County to Elevation (Show whether DF, RKB, RT, GR, etc.) 3777' GR 11 Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PLUG AND ABANDON PERFORM REMEDIAL WORK REMEDIAL WORK ALTERING CASING **TEMPORARILY ABANDON** COMMENCE DRILLING OPNS. CHANGE PLANS PLUG AND ANBANDONMENT **PULL OR ALTER CASING** CASING TEST AND CEMENT JOB OTHER: OTHER: Inspection #iJDR0331438841 12Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work) SEE RULE 1103. In response to the subject inspection, as of 1/13/04, the pits have been closed. I hereby certify that the ormation above is true and complete to the best of my knowledge and belief. TITLE Production Analyst 01-13-2004 SIGNATURE DATE Sarah Dordan sjordan@nearburg.com TYPE OR PRINT NAME TELEPHONE NO. 432/686-8235 x 203 (This space for State OC FIELD REPRESENTATIVE II/STAFF MANAGER