State of New Mexico Ferm C-103 mit 3 Cop ergy, Minerals and Natural Resources Departm to Appropriate District Office Revised 1-1-59 DISTRICT I P.O. Box 1980, Hobbs, NM 88240 OIL CONSERVATION DIVISION WELL API NO. 2040 Pacheco St. 30-025-00149 DISTRICTI Santa Fe, NM 87505 P.O. Drawer DD, Artesia, NM 88210 5. Indicate Type of La STATE DISTRICT III 1000 Rio Brizos Rd., Azzec, NM 87410 6. State Oil & Gas Lease No. **NMNM 71002X** SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A 7. Lease Name or Unit Agreement Nam DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) Northeast Caprock Queen Unit Type of Well: MET ___ 8910081640 OAS ___ 2. Name of Operator Injection 8. Well No. Sierra Blanca Operating Company 28 Address of Operator 9. Pool name or Wildcat 802 Turner, Cleburne, Texas 76031 Caprock Queen Well Location Unit Letter __H_ __: 1980 Feet From The North Line and 661 East _ Feet From The 20 hip 12S Range 32E 10. Elevation (Show whether DF, RKB, RT. GR, etc.) **NMPM** 3900 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 **CHANGE PLANS** COMMENCE DRILLING OPNS. PLUG AND ABANDONMENT **PULL OR ALTER CASING CASING TEST AND CEMENT JOB** Mechanical Integrity Test prior to converting to oil 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. Requesting a schedule for a mechanical integrity test in order to convert this well to an oil producer For the week beginning March 15, 1998 Agent 3/10/98 SKINATURE DATE . Karol Rennels (817) 556-3973

TITLE .

TELEPHONE NO.

DATE .

TYPE OR PRINT NAME

CONDITIONS OF AFTROVAL, IF ANY:

(This space for Size Line)
ORIGINAL SIGNED BY CHRIS WILLIAMS
DISTRICT I SUPERVISOR