

Submit 3 Copies To Appropriate District  
Office  
District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
811 South First, Artesia, NM 87210  
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  
Revised March 25, 1999

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

WELL API NO. <b>30-025-21949 22314</b>
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. <b>E07489</b>
7. Lease Name or Unit Agreement Name:  <b>STATE DK</b>
8. Well No. <b>001</b>
9. Pool name or Wildcat <b>Bagley, Permo Penn N.</b>

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 checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>	
2. Name of Operator <b>PRIME OPERATING COMPANY</b>	
3. Address of Operator <b>3300 N. "A", Bldg. One, Suite 238, Midland, TX 79705</b>	
4. Well Location Unit Letter <b>A</b> : <b>660</b> feet from the <b>North</b> line and <b>660</b> feet from the <b>East</b> line Section <b>17</b> Township <b>11S</b> Range <b>33E</b> NMPM <b>LEA</b> County	
10. Elevation (Show whether DR, RKB, RT, GR, etc.) <b>4293' GR</b>	

11. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data	
NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input checked="" type="checkbox"/> TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/> PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPLETION <input type="checkbox"/> OTHER: <input type="checkbox"/>	SUBSEQUENT REPORT OF: REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/> COMMENCE DRILLING OPNS. <input 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. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

This well has the 2 3/8" tubing stuck at 3,725'. An attempt will be made to pull the tubing out of the wellbore. If successful, the well will be plugged as follows:

1. Set CIBP @9300' w/20' of cement on top.
2. Spot cement plug from 7226' to 7326' - Tag.
3. Spot cement plug from 5000' to 5108'.
4. Spot cement plug from 3862 to 3762' - 8 5/8" casing is set @ 3719' - Tag.
5. Cut off 5 1/2" casing @3,500'. Spot plug from 3,550' to 3,450' w/25' cement. -TAG
6. Spot cement plug from 1800' to 1700' - Top of Salt Plug - Tag
7. Spot cmenet plug from 450' to 347' - surface shoe
- 10 sx. plug @ surface and weld on Dry hole marker.

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

SIGNATURE Sammy Reed TITLE AGENT

DATE 4-11-02

Type or print name SAMMY REED

Telephone No. 915-682-5600

(This space for State use)

APPROVED BY GARY W. WINK OC FIELD REPRESENTATIVE II/STAFF MANAGER

DATE APR 23 2002

Conditions of approval, if any:

THE COMMISSION MUST BE NOTIFIED 24 HOURS PRIOR TO THE BEGINNING OF PLUGGING OPERATIONS FOR THE C-103 TO BE APPROVED.