Submit 3 Copies to Appropriate District Office

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

State of New Mexico
Energy, Minerals and Natural Resources Department

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

Form C-103
Revised 1-1-89

WELL API NO.
30-025-29969

5. Indicate Type of Lease STATE [X] FEE [ ]

6. State Oil & Gas Lease No.
L.G. 1041

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.)

7. Lease Name or Unit Agreement Name
Kellahin 14 State

1. Type of Well: OIL WELL [X] GAS WELL [ ] OTHER

2. Name of Operator
Spence Energy Company

8. Well No.
~~14~~ 2

3. Address of Operator
4925 Greenville Ave Ste #220 Dallas, Tx. 75206

9. Pool name or Wildcat
SRR San Andres

4. Well Location
Unit Letter P : 330 Feet From The South Line and 700 Feet From The East Line

Section 14 Township 9S Range 32E NMPM Lea County

10. Elevation (Show whether DF, RKB, RT, GR, etc.)
4336 G.L.

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	[X]	REMEDIAL WORK	[ ]	ALTERING CASING	[ ]
TEMPORARILY ABANDON	[ ]	CHANGE PLANS	[ ]	COMMENCE DRILLING OPNS.	[ ]	PLUG AND ABANDONMENT	[ ]
PULL OR ALTER CASING	[ ]			CASING TEST AND CEMENT JOB	[ ]		
OTHER:	[ ]			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.

1) Set 100' Plug 50' above 3530' — TAG (ALL BOTTOM PLUGS NEED TAGGED)

2) Set 100' Plug from 1622-1740' — PERF. @ 5 1/2" @ 1740' + PUT 200' OF CEMENT OUTSIDE OF PIPE + 100' INSIDE PIPE.

3) ~~Set 100' Plug from 900-400'~~

4) Set surface plug. — 60' OR 10SX

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

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

SIGNATURE Clay Spence TITLE V.P. DATE 12-28-00.

TYPE OR PRINT NAME TELEPHONE NO.

(This space for State Use)

APPROVED BY TITLE DATE

CONDITIONS OF APPROVAL, IF ANY:

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