State of New Mexico Submit 3 Copies Form C-103 Energy, Minerals and Natural Resources Department to Appropriate Revised 1-1-89 District Office DISTRICT I P.O. Box 1980, Hobbs, NM 88240 OIL CONSERVATION DIVISION WELL API NO. P.O. Box 2088 30-025-33305 DISTRICT II P.O. Drawer DD, Artesia, NM 88210 Santa Fe, New Mexico 87504-2088 5. Indicate Type of Lease STATE X DISTRICT III 1000 Rio Brazos Rd., Azzec, NM 87410 FEE 6. State Oil & Gas Lease No. NM V-3639 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 Name DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) Type of Well: PHILLIPS 26 STATE WELL X OTHER Name of Operator 8. Well No. JOHN L. Address of Operator 9. Pool name or Wildcat Box 2217, Midland, Texas 79702 Well Location Hightower (Devonian) : 940 Feet From The North East Line and Feet From The Line 26 hip 12S Range 33E 10. Elevation (Show whether DF, RKB, RT, GR, etc.) Township **NMPM** County 4243 Gr. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data 11. 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 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. 2-29-96 - Moving in and rigging up Ziadril Rig #7. 3-01-96 - Rigging up to spud this morning.

and complete to the best of my knowledge and belief.

Prodn.Acctng.Mgr.

DATE 3-1-96

TELEPHONE NO. 915 682-941

MAR 13 1996

I hereby certify that the information above is true

TYPE OR PRINT NAME

CONDITIONS OF APPROVAL, IF ANY:

APTROVED BY -

MARTHA WITTENBACH

ORIGINAL SIGNATURE TRANSCENTON

OFFICE PROPERTY SEX SEXTON