

NO. OF COPIES RECEIVED	
DISTRIBUTION	
SANTA FE	
FILE	
U.S.G.S.	
LAND OFFICE	
OPERATOR	

NEW MEXICO OIL CONSERVATION COMMISSION

Form C-103
Supersedes Old
C-102 and C-103
Effective 1-1-65

<p align="center">SUNDRY NOTICES AND REPORTS ON WELLS</p> <p align="center"><small>(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.)</small></p>		<p>5a. Indicate Type of Lease State <input type="checkbox"/> Fee <input checked="" type="checkbox"/></p> <p>5. State Oil & Gas Lease No.</p>
<p>1. <input checked="" type="checkbox"/> OIL WELL <input type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER-</p> <p>2. Name of Operator Terra Resources, Inc.</p> <p>3. Address of Operator 5 Greenway Plaza East, #300 Houston, TX. 77046</p> <p>4. Location of Well UNIT LETTER M, 990 FEET FROM THE South LINE AND 976 FEET FROM THE West LINE, SECTION 18 TOWNSHIP 5S RANGE 34E NMPN.</p>		<p>7. Unit Agreement Name</p> <p>8. Farm or Lease Name B.F. MUSICK</p> <p>9. Well No. 1</p> <p>10. Field and Pool, or Wildcat WILDCAT</p> <p>12. County Roosevelt</p>
<p>15. Elevation (Show whether DF, RT, GR, etc.) 4370.1 GL</p>		

<p align="center">Check Appropriate Box To Indicate Nature of Notice, Report or Other Data</p> <p align="center">NOTICE OF INTENTION TO:</p> <p>PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/></p> <p>TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/> COMMENCE DRILLING OPNS. <input type="checkbox"/> PLUG AND ABANDONMENT <input type="checkbox"/></p> <p>PULL OR ALTER CASING <input type="checkbox"/> OTHER <input type="checkbox"/> CASING TEST AND CEMENT JOBS <input type="checkbox"/></p> <p>OTHER Extend permit to 8500' <input type="checkbox"/></p>		<p align="center">SUBSEQUENT REPORT OF:</p> <p>OTHER <input type="checkbox"/></p>
--	--	--

17. 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.

Propose to drill to depth of 8300' to explore and test the Fusselman Zone, 13-3/8 surface pipe will be run to 350', 9-5/8 intermediate pipe will be run to 3600' and the 5-1/2 long string will be run to TD.

Operations will begin approximately March 20, 1982.

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

SIGNED *Homero B. Beas* TITLE Operations Engineer DATE 4-29-82

ORIGINAL SIGNED BY JERRY SEXTON TITLE DISTRICT 1 SUPERVISOR

APPROVED BY JERRY SEXTON TITLE DISTRICT 1 SUPERVISOR

CONDITIONS OF APPROVAL, IF ANY:

MAY 4 1982