Submit 3 Copies to Appropriate

CONDITIONS OF APPROVAL, IF ANY:

State of New Mexico

Form C-103

Energy, Minerals and Natural Resources Department District Office Revised 1-1-89 DISTRICT I OIL CONSERVATION DIVISION P.O. Box 1980, Hobbs, NM 88240 WELL API NO. P.O. Box 2088 DISTRICT II Santa Fe, New Mexico 87504-2088 P.O. Drawer DD, Artesia, NM 88210 5. Indicate Type of Lease FEE X DISTRICT III STATE 1000 Rio Brazos Rd., Aztec, NM 87410 6. State Oil & Gas Lease No. 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: WELL. WELL Water Injection Denton North Wolfcamp ut True 2. Name of Operator 8. Well No. S & J Operating Company 18 3. Address of Operator 9. Pool name or Wildcat P. O. Box 2249, Wichita Falls, TX 76307 Denton Wolfcamp Well Location N: 660 Feet From The South ___ Line and _2180 Feet From The West Section 26 14S hip 14S Range 37E

10. Elevation (Show whether DF, RKB, RT, GR, etc.) Township Lea **NMPM** County 3806' GR 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 OTHER: Temporary Abandonment 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. This well was shut-in 3/88 by Mobil. When we began operating this property it was shut-in. It may be used in the future as the waterflood progresses. I hereby certify that the information above is true and complete to the best of my knowledge and belief. THE Petroleum Engineer SKINATURE DATE _ 2/27/89 TYPE OR PRINT NAME TELEPHONE NO. (This space for THISHNAL SIGNED BY JERRY SEXTON DISTRICT I SUPERVISOR MAR ~ 2 1989. APPROVED BY-TITLE

TA exprise 3-1-90