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. 30-025-27575

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

6. State Oil & Gas Lease No. OG-4765

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: Aztec St. Com

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

8. Well No. 3

2. Name of Operator: SMITH & MARKS INC.

9. Pool name or Wildcat: ~~Undesignated~~ SWD / WolfCamp

3. Address of Operator: Box 863 Kermit, TX. 79745

4. Well Location
Unit Letter M : 660 Feet From The South Line and 660 Feet From The West Line

Section 18 Township 16 S Range 37 E NMPM LEA County

10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3844' 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 CIBP @ 10,000' - 35' cmt on top. TAG
2. Spot 25 sxs @ 7,200' - 7,100'
3. Pull 5½ @ Freepoint
4. 40 sxs @ 50' in & 50' out stub & TAG
5. 40 sxs @ 4253 - 4153' & TAG
6. 35 sxs @ 2200 - 2100'
7. 35 sxs @ 492 - 392' TAG
8. 10 sxs @ 30' - surface

THE COMMISSION MUST BE NOTIFIED 24 HOURS PRIOR TO THE BEGINNING OF PLUGGING OPERATIONS SO THAT IT MAY BE WITNESSED

Install Dry Hole Marker. Cir. 9.5# MUD

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

SIGNATURE [signature] TITLE Pres DATE 10-29-01

TYPE OR PRINT NAME Ricky Smith TELEPHONE NO. 915 586-3076

(This space for State Use)

APPROVED BY _____ TITLE ORIGINAL SIGNED BY GARY W. WINK NATURAL SCIENCE MANAGER -2 DATE NOV 06 2001

CONDITIONS OF APPROVAL, IF ANY:

JC

dm