

Submit 3 Copies To Appropriate District
Office
District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 South First, Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources

OIL CONSERVATION DIVISION
2040 South Pacheco
Santa Fe, NM 87505

Form C-103
Revised March 25, 1999

WELL API NO. 30-025-35544
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. 28026

7. Lease Name or Unit Agreement Name: Palomino Midge "22" State Com
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8. Well No. 1

9. Pool name or Wildcat Townsend Morrow
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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.)

1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other
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2. Name of Operator David H. Arrington Oil & Gas, Inc
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3. Address of Operator P.O. Box 2071, Midland, Texas 79702

4. Well Location Unit Letter <u>M</u> : <u>800'</u> feet from the <u>South</u> line and <u>660'</u> feet from the <u>West</u> line Section <u>22</u> Township <u>16S</u> Range <u>35E</u> NMPM County <u>Lea</u>
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10. Elevation (Show whether DR, RKB, RT, GR, etc.) 4000' GL
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11. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data	
NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/> PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPLETION <input type="checkbox"/> OTHER <input type="checkbox"/>	SUBSEQUENT REPORT OF: REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/> COMMENCE DRILLING OPNS. <input type="checkbox"/> PLUG AND ABANDONMENT <input type="checkbox"/> CASING TEST AND CEMENT JOB <input checked="" type="checkbox"/> OTHER Set Production Casing & Complete Drlg <input checked="" type="checkbox"/>

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. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.
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7/8/01- Drill 7 3/4" hole to TD at 13,570' (reached TD 7/8/01). Circ for logs. Logging.
7/9/01- Finish logging, cut drilling line, circ & LDDP.
7/10/01-LDDP. Ran 5 1/2" casing to 13,570' and cement with 750 sxs of Interfill "H" & Prem, Halad-9. Did not bump plug 1 bbl over. ND, set slips & cut off casing. LD BOP and install wellhead. Jet and clean pits. Released rig at 08:30, 7/10/01.

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

SIGNATURE Chuck Sledge TITLE Engineer DATE 7/10/01

Type or print name Chuck Sledge Telephone No. (915) 682-6685
(This space for State use)

APPROVED BY _____ TITLE _____ DATE _____
Conditions of approval, if any:

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