Form C-103 State of New Mexico Submit 3 Copies To Appropriate District Energy, Minerals and Natural Resources Revised March 25, 1999 Office District I WELL API NO. 1625 N. French Dr., Hobbs, NM 87240 30-025-36010 District II OIL CONSERVATION DIVISION 5. Indicate Type of Lease 811 South First, Artesia, NM 87210 2040 South Pacheco District III FEE \square STATE X Santa Fe, NM 87505 1000 Rio Brazos Rd., Aztec, NM 87410 District IV 6. State Oil & Gas Lease No. 2040 South Pacheco, Santa Fe, NM 87505 27816 SUNDRY NOTICES AND REPORTS ON WELLS 7. Lease Name or Unit Agreement Name: (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.) State "I" 1. Type of Well: Other Oil Well X Gas Well 8. Well No. 2. Name of Operator Energen Resources Corporation 9. Pool name or Wildcat 3. Address of Operator Saunders, San Andres 3300 N. "A" St., Bldg 4, Ste. 100, Midland, TX 79705 4. Well Location 1650 __feet from the__ West feet from the South line and 990 line Unit Letter NMPM County Lea Township 15-S Range 33-E Section 10. Elevation (Show whether DR, RKB, RT, GR, etc.) 4206' GL 11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: ALTERING CASING PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WORK COMMENCE DRILLING OPNS. **PLUG AND** CHANGE PLANS TEMPORARILY ABANDON **ABANDONMENT** CASING TEST AND **MULTIPLE** PULL OR ALTER CASING **CEMENT JOB** COMPLETION XOTHER: Completion 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. For Multiple Completions: Attach wellbore diagram of proposed completion or recompilation. 11/01/02: MIRU Great Basin's Rig #219, unloaded & racked 163 joints of 2 7/8" J-55 6.50# EUE 8rdERW R-2 FBNAU tubing, installed a 5 1/2" Larkin Type "R" tubing head, NU a 7 1/16"/3M# manual BOP w/ 2 7/8" & CSO rams & SIFWE. 11/04/02: PU & RIH w/ a 4 3/4" MT bit, 6-3 1/2" DC's & the 2 7/8" tubing. Drilled the DV tool from 4,006'-4,009'. RIH to PBTD of 5,089', circulated the hole clean & POOH. RIH w/ a 4 3/4" string-mill, wiped through the DV tool several times, RIH to PBTD & SION. 11/05/02: RU & pumped the clean-up fluids (500 acid/500 xylene), pulled up to 4,956' & spotted 250 gallons of 15% HCl acid w/ additives & POOH. RU Schlumberger & ran a CB/GR/CC & CN/GR/CC logs (CBL showed excellent bond), SION. 11/06/02: RU Schlumberger, perforated the San Andres from 4,942'-4,952' (10 ft / 21 holes) & RDWL. The well took the 250 gallons of spot-acid on a vacuum, RIH w/a packer & tubing & began swab-testing. 11/07/02: Well swab-tested 24-28 BFPH w/ a 30-35% oil-cut. POOH w/ the tubing & packer. 11/08/02: Ran the tubing & rods for production & RDMOPU. 11/12/02: Set the pumping unit & began pump-testing. 11/24/02: Potential Test: 75 BO / 482 BW / Gas-TSTM (24 hr test). Final Report. I hereby certify that the information above is true and complete to the best of my knowledge and belief. udman TITLE Regulatory Analyst DATE 12/03/2002 SIGNATURE_ Telephone No. 915 684-3693 Type or print name Sharon Hindman (This space for State use)

APPROVED BY_

Conditions of approval, if any:

DATE_