

STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT

|                        |  |
|------------------------|--|
| NO. OF COPIES RECEIVED |  |
| DISTRIBUTION           |  |
| SANTA FE               |  |
| FILE                   |  |
| U.S.O.S.               |  |
| LAND OFFICE            |  |
| OPERATOR               |  |

OIL CONSERVATION DIVISION  
P. O. BOX 2088  
SANTA FE, NEW MEXICO 87501

Form C-103  
Revised 10-1-78

|                                                                                                      |
|------------------------------------------------------------------------------------------------------|
| 5a. Indicate Type of Lease<br>State <input checked="" type="checkbox"/> Fee <input type="checkbox"/> |
| 5. State Oil & Gas Lease No.<br>LG-7655                                                              |

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 - "A" (FORM C-101) FOR SUCH PROPOSALS.)

|                                                                                                                                                                                                           |                                                     |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------|
| 1. OIL WELL <input type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> OTHER <input type="checkbox"/>                                                                                          | 7. Unit Agreement Name<br>-----                     |
| 2. Name of Operator<br>US Operating, Inc.                                                                                                                                                                 | 8. Farm or Lease Name<br>Max State                  |
| 3. Address of Operator<br>4560 Belt Line Road, Suite 300, Dallas, Tx. 75234                                                                                                                               | 9. Well No.<br>1                                    |
| 4. Location of Well<br>UNIT LETTER <u>G</u> <u>1980</u> FEET FROM THE <u>North</u> LINE AND <u>1780</u> FEET FROM<br>THE <u>East</u> LINE, SECTION <u>32</u> TOWNSHIP <u>18.S</u> RANGE <u>32-E</u> NMPM. | 10. Field and Pool, or Wildcat<br>North Lusk Morrow |
| 11. Elevation (Show whether DF, RT, GR, etc.)<br>3691 Ground                                                                                                                                              | 12. County<br>Lea                                   |

|                                                                              |                                                                     |
|------------------------------------------------------------------------------|---------------------------------------------------------------------|
| 16. Check Appropriate Box To Indicate Nature of Notice, Report or Other Data |                                                                     |
| NOTICE OF INTENTION TO:                                                      | SUBSEQUENT REPORT OF:                                               |
| PERFORM REMEDIAL WORK <input type="checkbox"/>                               | REMEDIAL WORK <input type="checkbox"/>                              |
| TEMPORARILY ABANDON <input type="checkbox"/>                                 | COMMENCE DRILLING OPNS. <input type="checkbox"/>                    |
| PULL OR ALTER CASING <input type="checkbox"/>                                | CASING TEST AND CEMENT JOB <input type="checkbox"/>                 |
| OTHER <input type="checkbox"/>                                               | OTHER <u>Change of Operator</u> <input checked="" type="checkbox"/> |
| PLUG AND ABANDON <input type="checkbox"/>                                    | ALTERING CASING <input type="checkbox"/>                            |
| CHANGE PLANS <input type="checkbox"/>                                        | PLUG AND ABANDONMENT <input type="checkbox"/>                       |

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.

This is notification that US Operating, Inc. 4560 Belt Line Road, Suite 300  
Dallas, Tx. 75234 is now operator of subject well and not Forster Drilling.

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

|                                                          |                    |                           |
|----------------------------------------------------------|--------------------|---------------------------|
| SIGNED <u>Adam P. [Signature]</u>                        | TITLE <u>Agent</u> | DATE <u>June 13, 1980</u> |
| APPROVED BY <u>Jerry Sexton</u><br><u>Dist. L. Supv.</u> | TITLE _____        | DATE <u>JUN 16 1980</u>   |
| CONDITIONS OF APPROVAL, IF ANY:                          |                    |                           |