Submit 3 Copies to Appropriate

State of New Mexico

Form C-103

Energy, Minerals and Natural Resources Department Revised 1-1-89 District Office OIL CONSERVATION DIVISION DISTRICT WELL API NO. P.O. Box 1980, Hobbs, NM 88240 P.O. Box 2088 30-025-34374 DISTRICT II P.O. Drawer DD, Artesia, NM 88210 Santa Fe, New Mexico 87504-2088 5. Indicate Type of Lease STATE FEE DISTRICT III 6. State Oil & Gas Lease No. 1000 Rio Brazos Rd., Aztec, NM 87410 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.) North Hobbs G/SA Unit Type of Well: OIL WELL XOTHER 2. Name of Operator 8. Well No. Altura Energy LTD 531 9. Pool name or Wildcat 3. Address of Operator Hobbs: Grayburg - San Andres 77210-4294 P.O. Box 4294, Houston, TX 4. Well Location East 1500 South 2120 Feet From The Line Line and Unit Letter Feet From The Lea 38-E 32 18-S **NMPM** County Township Range Section 10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3635' GL Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data 11. SUBSEQUENT REPORT OF: NOTICE OF INTENTION TO: ALTERING CASING PLUG AND ABANDON REMEDIAL WORK PERFORM REMEDIAL WORK PLUG AND ABANDONMENT CHANGE PLANS COMMENCE DRILLING OPNS. TEMPORARILY ABANDON CASING TEST AND CEMENT JOB PULL OR ALTER CASING Run 5-1/2" Casing 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. 6/21/98: Run 103 jts. of 5-1/2", 15.5#, J-55, ST&C casing w/8 centralizers and set at 4400'. Cement with 700 sx. Cl. C lead x 300 sx. Cl. C tail. Circulate 166 sx. to surface. Cut off x clean pits. Release drilling rig at 6:00 p.m. I hereby certify that the information above is true and complete to the best of my knowledge and belief. Business Analyst (SG) 6/22/98 SIGNATURE . (281)552-1158 Mark Stephens TELEPHONE NO TYPE OR PRINT NAME (This space for State Use) 13t_ APPROVED BY -

CONDITIONS OF APPROVAL, IF ANY: