State of New Mexico Form C-103 Submit 3 Copies Energy, Minerals and Natural Resources Department Revised 1-1-89 to Appropriate District Office **DISTRICT 1** OIL CONSERVATION DIVISION WELL API NO. P.O. Box 1980, Hobbs, NM 88240 P.O. Box 2088 30-025-34416 Santa Fe, New Mexico 87504-2088 DISTRICT II 5. Indicate Type of Lease P.O. Drawer DD, Artesia, NM 88210 STATE X FEE L 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: WELL 2. Name of Operator 8. Well No. Altura Energy LTD 545 3. Address of Operator 9. Pool name or Wildcat P.O. Box 4294, Houston, TX 77210-4294 Hobbs; Grayburg - San Andres Well Location 1925 Feet From The 2100 North East Unit Letter Line and Feet From The Line 33 18-S 38-E Lea **NMPM** Range Section Township County 10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3638' GL Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data 11. NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: ALTERING CASING PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WORK PLUG AND ABANDONMEN TEMPORARILY ABANDON **CHANGE PLANS** COMMENCE DRILLING OPNS. **PULL OR ALTER CASING** CASING TEST AND CEMENT JOB Spud & Run Surface 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. 7/19/98: Spud well @ 15:30 hours (NMOCD notified). 7/20/98: Run 36 jts. 8-5/8", 24#, J-55, ST&C casing with 11 centralizers and set at 1550'. Cement with 550 sx. Cl. C lead and 250 sx. Cl. C tail. Circulate 146 sx. to surface. Plug down x WOC. I hereby certify that the information above is true and complete to the best of my knowledge and belief. Business Analyst (SG) 7/23/98 Mark Skolves SIGNATURE -(281)

Mark Stephens 552-1158 TELEPHONE NO. TYPE OR PRINT NAME (This space for State Use)ORIGINAL SIGNED BY CHRIS WILLIAMS

DISTRICT I SUPERVISOR

APPROVED BY ...