State of New Mexico Submit 3 Copies To Appropriate District Form C-103 Office Energy, Minerals and Natural Resources Revised March 25, 1999 District I WELL API NO. 1625 N. French Dr., Hobbs, NM 87240 District II 30-025-35573 OIL CONSERVATION DIVISION 811 South First, Artesia, NM 87210 5. Indicate Type of Lease 2040 South Pacheco District III 1000 Rio Brazos Rd., Aztec, NM 87410 STATE X FEE Santa Fe, NM 87505 District IV 6. State Oil & Gas Lease No. 2040 South Pacheco, Santa Fe, NM 87505 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.) LEAMEX 1. Type of Well: Oil Well Gas Well Other INJECTION 2. Name of Operator 8. Well No. Phillips Petroleum Company 3. Address of Operator 9. Pool name or Wildcat 4001 Perbrook Street Odessa, TX MALJAMAR (GRAYBURG-SAN ANDRES) 4. Well Location 660 Unit Letter feet from the NORIH 1940 line and feet from the line Section Township 17-s Range 33-E **NMPM** County LEA 10. Elevation (Show whether DR, RKB, RT, GR, etc.) 4126' KB/ 4125' DF/ 4112' GL 11. Check Appropriate Box to Indicate, Nature of Notice, Report, or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WORK **ALTERING CASING TEMPORARILY ABANDON** CHANGE PLANS COMMENCE DRILLING OPNS. PLUG AND ABANDONMENT PULL OR ALTER CASING MULTIPLE CASING TEST AND COMPLETION **CEMENT JOB** OTHER: OTHER: ACIDIZE GRAYBURG & RETURN T/INJECTION X 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. 09/17/02 SI INJECTION DISCONNECT WELL HKUP FRAC INS T/FRAC TK OPEN T/FRAC TK START BLOWING DWN. 09/18/02 FLOWED BK 350 BBL 24 HRS TP 1990 PSI @ START OF FLOWEK 09/19/02 TP 10 FLOW BK 67 BBL OVERNITE DISCONNECT T/FRAC LNS MIRU HES ACIDIZE GRAYBURG PERFS 4332-4528: LAY & TST LINES MONITOR BKSIDE PMP 7000 GAL 15% NEFE HCL W/1000 GAL ADD & FLUSH T/BIM PERFS DROP 7/8 X 1.1 BIO BALLS THRUCUT ACID STG 220 COUNT ISIP 2265 PSI 5 MIN 2241 10 MIN 2225 MAX PRESS 3361 AVG 3177 PSI MAX RATE 4.6 AVG 4.55 HPM SI RD HES NU WH T/FRAC TK OPEN UP T/FRAC TK F2100 PSI FLOW OVERNITE. 09/20/02 FLOW BK LD AFTER ACID JOB 222 BBL TP 20 PSI FLOWING PUT BACK ON INJECTION TP 150 PSI START REINJECTION @ 0830 LAST REPORT - DROP F/DIMS I hereby certify that the information above is true and complete to the best of my knowledge and belief. TITLE SUPVR., REGULATION/PROPATION DATE. Type or print name L.M. SANDER 915/368-1488 Telephone No. (This space for State use)

Conditions of approval, if any:

APPROVED BY_

TOTAL TIPE JED BY GARY W. WINK OC FIELD REPRESENTATIVE II/STAFF MANAGER DAGET