NEW MEXICO OIL CONSERVATION COMMISSION

Form C-103
Supersedes Old
C-102 and C-103
Effective 1-1-65

5a. Indicate Type of Lease: State [X] Fee [ ]

5. State Oil & Gas Lease No.: LG86977

SUNDRY NOTICES AND REPORTS ON WELLS

7. Unit Agreement Name:

8. Farm or Lease Name: Aztec Dos State

9. Well No.: #1

10. Field and Pool, or Wildcat: Young Bone Springs North Field

Holly Energy, Inc.

P.O. Box 726 Artesia, New Mexico 88210

Unit Letter L 2080 Feet from the South 660 Feet from

West Line, Section 2 Township 18-S Range 32-E

15. Elevation (Show whether DF, RT, GR, etc.): 3871.6

12. County: Lea

Check Appropriate Box To Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:

SUBSEQUENT REPORT OF:

Set intermediate and casing [X]

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.

Drill 11" hole to 4490', run 307' 85/8" 32# s-80 793' 24# J-55. 3390' 32# K-55 set @ 4490' cement with 1300 sacks Hal-lite 6# gilsonite 10# salt, ¼" flocele 300 sacks class C 2% ca.cl. Plug down 2 p.m. 7-6-83, circulated 150 sacks to pit. After waiting 18 hours test casing to 1000# for 30 minutes, drill out with 7 7/8" bit.

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

Robert Loyd — Production Superintendent — 7-28-83

ORIGINAL SIGNED BY JERRY SEXTON
DISTRICT I SUPERVISOR

AUG 18 1983

APPROVED BY — TITLE — DATE

CONDITIONS OF APPROVAL, IF ANY: