Submit 3 Copies to Appropriate District Office

State of New Mexico Energy, Namerais and Natural Resources Department

Form C-103 Revised 1-1-89

DISTRICT I P.O. Box 1980, Hobbs, NM 88240 ONSEDVATION DIVISION

| T COMPER ANTION DIAMETON | WELL API NO. | |
|---------------------------------|--------------------------|--|
| P.O. Box 2088 | 30-025-33564 | |
| Santa Fe, New Mexico 87504-2088 | 6 Indicate True of Lease | |

DISTRICT II P.O. Drawer DD, Artesia, NM 88210 FEE X STATE 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.) Byers 1. Type of Well: MELT. X OTHER 8. Well No. 2. Name of Operator JKR Oil & Gas, Inc. (Ogrid #138393) 9. Pool name or Wildcat 3. Address of Operator South Knowles(Devonian 508 W. Wall, STE 100, Midland, Tx 4. Well Location 1874 West : 554 Feet From The South Feet From The Line and Range 39-E Lea 17-S **NMPM** County Township Section 10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3666' GR Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data 11. SUBSEQUENT REPORT OF: NOTICE OF INTENTION TO: ALTERING CASING REMEDIAL WORK PLUG AND ABANDON PERFORM REMEDIAL WORK PLUG AND ABANDONMENT COMMENCE DRILLING OPNS. **CHANGE PLANS TEMPORARILY ABANDON** CASING TEST AND CEMENT JOB **PULL OR ALTER 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.

| 8-21-96 | Stake location. Build location. Move in Norton Drlg Co. rig. SD for |
|---------|--|
| | rain while moving in rig. Set conductor casing. |
| 9-5-96 | Spud well @ 5:30 PM 9-5-96. Drill 418' of 17 1/2" hole. Run 418' of |
| | 13 3/8" 48 # H-40 STC casing. Cement $w/450$ sx Class C + 2% CaCl ₂ . |
| | Circulated 121 sx to pit. PD @ 1:45 AM 9-6-96. WOC 12 hours. Cut of: |
| | casing. NU BOP. |
| 0-6-06 | Drilling 11" hole @ 918'. |

| I hereby certify that the in | aformation allowe is true and complete to the best of m | y knowledge and belief. | |
|------------------------------|--|-------------------------|---------------------------------|
| SIGNATURE | (Maish | mmz Agent | DATE 9-18-96 |
| TYPE OR PRINT NAME | O.H. Routh | | TELEPHONE NO. 915-687-03 |
| (This space for State Use) |) | | SEP 26 1996 |
| APPROVED BY | Company of the Compan | mre | DATE |

CONDITIONS OF APPROVAL, IF ANY: