State of New Mexico

Form C 103

, Minerals and Natural Resources Department Revised 1-1-89 District Office OIL CONSERVATION DIVISION DISTRICT I WELL API NO. P.O. Box 1980, Hobbs, NM S8240 P.O. Box 2088 30 025 34311 DISTRICT II Santa Fe. New Mexico 87504-2088 P.O. Drawer DD, Artesia, NM 88210 5. Indicate Type of Lease STATE FEE DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410 6. State Oil& Gas Lease No. B 2656 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.) 1. Type of Well: Oil Well X Well OTHER Hardy "36" State 2. Name of Operator 8. Well No. Conoco Inc. 26 3. Address of Operator 9. Pool name or Wildcat 10 Desta Dr. Ste 100W, Midland, Tx., 79705-4500 South Cass Strawn 4 Well Location 870 North Unit Letter 1650 Feet From The Line and Feet From The Line Section 36 Township **20S** Range NMPM 37E Lea County 10. Elevation (Show whether DF, RKB. RT, GR, etc.) 3504 GR Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PLUG AND ABANDON PERFORM REMEDIAL WORK REMEDIAL WORK ALTERING CASING **CHANGE PLANS** TEMPORARILY ABANDON COMMENCE DRILLING OPNS. PLUG AND ABANDONMEN **PULL OR ALTER CASING** CASING TEST AND CEMENT JOB 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. 3-7-98: Rig up and spud. 3-9-98: Ran 1400' of 8 5/8", 23#, M-50 casing, cemented with lead slurry of 365 sx 35/65/6 (Poz/C/Gel) + 1/4#/sk celloflake + 2% CaCl. Tailed with 200 sx Cl C w/2% CaCl. 42 sx returns to surface. Tested to 1000 psi - held. WOC.

| I hereby certify that the information prove is the analysis of the best of my knowledge SIGNATURE | e and belief. TITLE Regulatory Agent | DATE | 4-1-98 |
|---|---------------------------------------|---------------|-------------------|
| TYPE OR PRINT NAME Ann E. Ritchie | | TELEPHONE NO. | 915 684-6381 |
| (this space for State High INAL SIGNED BY CITAIS WILLIAMS DISTRICT I SUPERVISOR | | A DD | ^ \$ 30 00 |
| APPROVED BY | TITLE | - DATE | 08 1998 |

CONITIONS OF APPROVAL, IF ANY