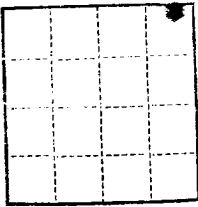


(SUBMIT IN TRIPLICATE)

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY

Land Office **Las Cruces**
Lease No. **LC 063454**
Unit **1000**



SUNDRY NOTICES AND REPORTS ON WELLS

NOTICE OF INTENTION TO DRILL.....	<input checked="" type="checkbox"/>	SUBSEQUENT REPORT OF WATER SHUT-OFF.....	
NOTICE OF INTENTION TO CHANGE PLANS.....		SUBSEQUENT REPORT OF SHOOTING OR ACIDIZING.....	
NOTICE OF INTENTION TO TEST WATER SHUT-OFF.....		SUBSEQUENT REPORT OF ALTERING CASING.....	
NOTICE OF INTENTION TO RE-DRILL OR REPAIR WELL.....		SUBSEQUENT REPORT OF RE-DRILLING OR REPAIR.....	
NOTICE OF INTENTION TO SHOOT OR ACIDIZE.....		SUBSEQUENT REPORT OF ABANDONMENT.....	
NOTICE OF INTENTION TO PULL OR ALTER CASING.....		SUPPLEMENTARY WELL HISTORY.....	
NOTICE OF INTENTION TO ABANDON WELL.....			

(INDICATE ABOVE BY CHECK MARK NATURE OF REPORT, NOTICE, OR OTHER DATA)

Well No. **2** is located **660** ft. from **[N]** line and **660** ft. from **[E]** line of sec. **5**
1/4 of Sec. **5** **22S** **13E** **N.M.P.M.**
 (1/4 Sec. and Sec. No.) (Twp.) (Range) (Meridian)
Wildcat **Lea** **New Mexico**
 (Field) (County or Subdivision) (State or Territory)

The elevation of the derrick floor above sea level is _____ ft.

DETAILS OF WORK

(State names of and expected depths to objective sands; show sizes, weights, and lengths of proposed casings; indicate mudding jobs, cementing points, and all other important proposed work)

We propose to drill this test to the San Andres Pay at approximately 4200'. We propose to drill to 1600' with rotary tools and from 1600' to 70' with cable tools.
 We propose the following casing program and cement times:
 13-3/8" new 48# csg. at 150' with 175 sacks and 36 hrs. set time.
 8-5/8" used 24# csg. at 1600' mudded to be pulled.
 4200' of 5 1/2" new 14# csg. will be run if San Andres indicates production cemented with sufficient cement to bring it to the top of the salt and allowed to set for 72 hrs.

I understand that this plan of work must receive approval in writing by the Geological Survey before operations may be commenced.

Company **Neville C. Penrose Inc.**

Address **Box 988**
Munice, New Mexico

By **T. H. Bright**
 Title **Production Mgr.**