State of Nev³ Mexico Minerals and Natural Resources Department En€

Form C-103 Revised 1-1-89

DISTRICT I P.O. Box 1980, Hobbs, NM 88240	D. Box 1980, Hobbs, NM 88240 2040 Pacheco St.		WELL API NO. 30-025-35013
DISTRICT II P.O. Drawer DD, Artesia, NM 88210		sIndicate Type of Lease	
DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410			STATE FEE State Oil & Gas Lease No.
SUNDRY NOTICES AND REPORTS ON WELLS (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.) Type of Well:		7Lease Name or Unit Agreement Name E. C. Hill "B"	
Type of Well: OIL GAS WELL WELL	OTHER		
² Name of Operator Arch Petroleum Inc.			₃Well No. 7
3Address of Operator P. O. Box 10340, Midland, TX 7970)2-7340		Pool name or Wildcat Teague Simpson
4Well Location Unit Letter N : 990	Feet From The South	Line and2290	Feet From The West Line
Section 27	Township 23	Range 37	NMPM Lea County
	10Elevation (Show whether DF,	RKB, RT, GR, etc.)	
Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data			
NOTICE OF INT	ENTION TO:	SUBS	SEQUENT REPORT OF:
PERFORM REMEDIAL WORK	PLUG AND ABANDON	REMEDIAL WORK	ALTERING CASING
TEMPORARILY ABANDON	CHANGE PLANS	COMMENCE DRILLING O	PNS. PLUG AND ANBANDONMENT
PULL OR ALTER CASING		CASING TEST AND CEME	ENT JOB
OTHER:		OTHER:	
COMMENCE DRILLING OPNS. PLUG AND ANBANDONMENT CASING TEST AND CEMENT JOB THER: OTHER: ODEScribe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work) SEE RULE 1103. Arch Petroleum Inc. request permission to change the hole size and casing size on the intermediate and production section of the above captioned well.			
Arch Petroleum Inc. request permission to change the hole size and casing size on the intermediate and production section of the above captioned well.			
Intermediate Casing: Drill 12-1/4" hole. Run and set 9-5/8" 40.5# J-55 casing @ 3100'. Cmt w/ 1200 sks "C". Circ cmt to surface.			
Production Casing: Drill 8-1/2" hole to ±7950'. If lost returns occur in the Devonian, a string of 7" 26# N-80 casing will be run & cmt'd thru the Devonian. It will then be cmt'd w/ 1400 sks "H". Cmt top ±3000' from surface. A stage tool & CP will be used above porosity zone to ensure a good cmt job. We will drill out the 7" casing on a 6-1/8" bit and set 5" liner to TD. If no lost returns occur, bit size will be reduced to 7-7/8" and a string of 5" 20# N-80 & 17# N-80 casing will be set and cmt'd 3000' from surface.			
I hereby certify that the information above is to	, /		
SIGNATURE (CHAY)	Der	TLE Operation Tech	DATE 10-05-00
TYPE OR PRINT NAME Cathy Tomberlin			TELEPHONE NO. 915-685-8100
(This space for State Use)			, eVw
APPROVED BY	ТГ	TLE	DATE
CONDITIONS OF APPROVAL, IF ANY:			