| Sabmit 3 copies<br>to Appropriate<br>District Office   | Er           | State of New f<br>v, Minerals and Natural R  |   |                                   | Form C-103<br>Revised 1-1-89 |
|--|--------------|--|---|-----------------------------------|------------------------------|
| DISTRICT   | OIL          | <b>CONSERVATI</b>  | <b>ON DIVISION</b>  | WELL API NO.                      |                              |
| P.O. Box 1980, Hobbs, NM 88240   |              | P.O. Box 208   | 8   | 30-025-35028                      |                              |
| DISTRICT II  |              | Santa Fe, New Mexico   |   | 5. Indicate Type of Lease         |                              |
| P.O. Box Drawer DD, Artesia, NM 882  | 210          |  |   | STATE                             | FEE 🗸                        |
|  |              |  |   | 6. State Oil / Gas Lease No.      |                              |
| 1000 Rio Brazos Rd., Aztec, NM 874   |              |  |   |                                   |                              |
|  |              | and and a second se |   |                                   |                              |
| (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO<br>DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMI |              |  |   | 7. Lease Name or Unit Agreement N | ame                          |
| (FOF   | M C-101) F   | OR SUCH PROPOSALS.   |   | F.B. DAVIS                        |                              |
|  | SAS          | OTHER  |   |                                   |                              |
| 2. Name of Operator  |              |  |   | 8. Well No.                       |                              |
| TEXACO EXPLORATION & PRODUCTION INC.   |              |  |   | °                                 |                              |
| 3. Address of Operator 205 E. Bender, HOBBS, NM 88240  |              |  | 9. Pool Name or Wildcat<br>Teague Lwr Paddock/Blinebry North Assoc. |                                   |                              |
| 4. Well Location   |              |  |   |                                   |                              |
| Unit Letter  | 960          | Feet From The NOR  | TH Line and 2245  | Feet From The EAST                | Line                         |
| Section 8  | Towns        | hip23S1  | Range <u>37</u> E N   | IMPM LEA C                        | YTAUC                        |
|  | 10. Ele      | evation (Show whether DF, RKB  | , RT,GR, etc.) 3327'  |                                   |                              |
| 11. Check  | Appropria    | ate Box to Indicate Na   | ture of Notice, Repo  | rt, or Other Data                 |                              |
| NOTICE OF INTEN  |              |  | S   | UBSEQUENT REPORT (                | DF:                          |
| PERFORM REMEDIAL WORK  | PLUG AI      | ND ABANDON   | REMEDIAL WORK   | ALTERING CASING                   | 1                            |
| TEMPORARILY ABANDON  | CHANG        | E PLANS  | COMMENCE DRILLING O   | PERATION PLUG AND ABAND           | ONMENT                       |
| PULL OR ALTER CASING   |              |  | CASING TEST AND CEM   | ENT JOB                           |                              |
|  | ntent to DHC |  | OTHER:  |                                   |                              |

<sup>12.</sup> 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.

Texaco states its intention to down-hole commingle the Teague Blinebry and Teague Tubb/Drinkard pools for the subject well, as pre-approved by Division Order R-11363. Commingling will not reduce the value of the total remaining production. Instead, commingling will allow our company to recover additional reserves that would not have been economically viable to capture otherwise.

The well will be tested in the Teague Blinebry and an established rate and pressure will be documented before DHC with the Tubb/Drinkard pool. Production splits will be determined from this testing.

The perforated intervals for each pool are as follows:

Blinebry: 5616-5910' Tubb-Drinkard: 6296-6372'

Ownership and percentages between the Teague Blinebry and the Teague Tubb/Drinkard are identical for the specified well and lease.

| I perchu certifu that the formation arouse refute and con | mele in the best Ame knowledge and helief | I DHC   | Ci la Lin     | lic2          |
|---|---|---|---------------|---------------|
| I nereby certify that the mormation above strue and com   | se Teafe TITLE                            | Engineering Assistant   | DATE          | 10/5/00       |
| TYPE OR PRINT NAME  | J Denise Leake                            | <u> </u>  | Telephone No. | 397-0405      |
| :This space for State Use)                                |   |   |               |               |
| APPROVED<br>BONDITIONS OF APPROVAL, IF ANY                |   | olova – jestoj konstavej († 1944)<br>1947 - Espina Johnsky VII. |               | 12-93 ver 1.0 |