Submit 3 Copies To Appropriate District

State of New Mexico

| Office  | Energy, Minerals and  | Natural Resources  | Revised May 08, 2003   |  |  |  |
|---|---|--|--|--|--|--|
| District I<br>1625 N. French Dr., Hobbs, NM 87240   |   |  | WELL API NO.<br>30-015-34530   |  |  |  |
| District II<br>1301 W. Grand Ave., Artesia, NM 88210  | 301 W Grand Ave. Artesia, NM 88210 OIL CONSERVATION DIVISION  |  |  |  |  |  |
| District III  | 1220 South St. Francis Dr.  |  | 5. Indicate Type of Lease  STATE FEE X   |  |  |  |
| District IV   | 1000 Rio Brazos Rd., Aztec, NM 87410 Santa Fe, NM 87505 District IV   |  |  |  |  |  |
| 1220 S. St. Francis Dr., Santa Fe, NM 87505   |   |  | 6. State Oil & Gas Lease No.   |  |  |  |
| SUNDRY NOTIC  | ES 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.) |   |  | 1625 SALLEE  |  |  |  |
| 1. Type of Well:  |   |  | 8. Well Number   |  |  |  |
| Oil Well Gas Well X   | Other   | RECEIVED   | 141  |  |  |  |
| 2. Name of Operator   |   |  | 9. OGRID Number  |  |  |  |
| LCX Energy, LLC   |   | FEB 2 7 2006   | 218885   |  |  |  |
| 3. Address of Operator  | 0 Midland TV 70701  | <b>OUU-MATERIA</b>   | 10. Pool name or Wildcat   |  |  |  |
| 110 N. Marienfeld, Ste. 20 4. Well Location   | <u>u, midiand, ix /9/ui</u>   |  | Cottonwood Creek - Wolfcamp  |  |  |  |
|   | 7601  | COUTU  | CCO.   |  |  |  |
| Unit Letter M :   | 760' feet from the  | SOUTH line and   | 660' feet from the WEST line   |  |  |  |
| Section 14  | Township 16   |  | NMPM County EDDY   |  |  |  |
| 11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3464 GR  |   |  |  |  |  |  |
| 12. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data   |   |  |  |  |  |  |
| NOTICE OF INTE  | ENTION TO:  | su   | BSEQUENT REPORT OF:  |  |  |  |
| PERFORM REMEDIAL WORK   | PLUG AND ABANDON [  |  |  |  |  |  |
| TEMPORARILY ABANDON   | CHANGE PLANS [  | COMMENCE DRIL  | LING OPNS. PLUG AND ABANDONMENT  |  |  |  |
| PULL OR ALTER CASING  | MULTIPLE [<br>COMPLETION  | CASING TEST AND CEMENT JOB   |  |  |  |  |
| OTHER:  |   | OTHER:   |  |  |  |  |
|   |   |  | give pertinent dates, including estimated date ch wellbore diagram of proposed completion  |  |  |  |
| RUN 9 JTS 13 3/8" 48# H40<br>371.29'. RAN 4 CENTRALIZE<br>C+ADDITIVES, WT 14.8 PPG,<br>W/ 921 PSI, FLOAT HELD OK.<br>CONDUCTOR PIPE. PUMPED 1'                  | STC CASING, TEXAS PATERS. CIRCULATE THROUGHOUT IN W/180 SX H+AD NO RETURNS THROUGHOUT TOP JOB DOWN 20" x 1 WELD ON 13 3/8" WELD | TERN GUIDE SHOE, INSI<br>GH CASING. RIG UP CEN<br>DDITIVES, WT 15.6 PPG<br>DUT. WOC 4.5 HOURS, F<br>L3 3/8" ANNULUS W/ 41! | EP HOLE, POOH W/BIT. RU CASING CREW. ERT FLOAT AT 326.85', SET CASING AT MENTERS, CEMENT CASING W/ 510 SX CL DISPLACE W/ 54 BBLS FW. BUMP PLUG RUN TEMPERATURE SURVEY, CUT OFF S SX CL C+ADDITIVES IN 9 STAGES. DPS. TEST BOPS 1000 PSI. OK. TOTAL |  |  |  |
|   | ·   | <u>.</u>   |  |  |  |  |

| I hereby certify that the information above is true and complete to the best of my knowledge and belief. |           |                  |       |              |  |  |  |
|--|-----------|------------------|-------|--------------|--|--|--|
| SIGNATURE Kanicia Sand   | TITLE     | Regulatory Agent | DATE_ | 2/23/06      |  |  |  |
| Type or print name KANICIA DAVID   |           |                  |       | 432-848-0214 |  |  |  |
| (This space for State use)   |           |                  | !     | MAR 0 1 2006 |  |  |  |
| APPROVED BY Conditions of approval, if any:  | NLY TITLE |                  | DATE  |              |  |  |  |