

Submit 3 Copies to Appropriate District Office
District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Ave., Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
May 27, 2004

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

WELL API NO. 30-015-33532
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Karlsbad Corral 2 State
8. Well Number 2-H
9. OGRID Number 148111
10. Pool name or Wildcat Willow Lake, Delaware, SW 96855

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.)	
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>	RECEIVED JUL 10 2006 OCD-AMT/ADM
2. Name of Operator Southwestern Energy Production Company	
3. Address of Operator 2350 N. Sam Houston Pkwy., Ste. 300, Houston, TX 77032	
4. Well Location Unit Letter <u>O</u> : <u>330</u> feet from the <u>S</u> line and <u>1980</u> feet from the <u>E</u> line Section <u> </u> Township <u> </u> Range <u> </u> NMPM <u> </u> County <u> </u>	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3308' GR	
Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/>	
Pit type <u> </u> Depth to Groundwater <u> </u> Distance from nearest fresh water well <u> </u> Distance from nearest surface water <u> </u>	
Pit Liner Thickness: <u> </u> mil Below-Grade Tank: Volume <u> </u> bbls; Construction Material <u> </u>	

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	P AND A <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>	
OTHER: <input type="checkbox"/>		OTHER: <input type="checkbox"/>	

13. 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. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

The PA marker is currently not on location for the Karlsbad Corral 2 State 2-H well at Lat. 32.15278, Long. 103.94836 due to the fact that the Karlsbad Corral 2 State 3-H well's, API #30-015-33722, pumping unit is setting on top of the Karlsbad Corral 2 State 2-H well's P&A hole. The dry hole marker will be installed when the the Karlsbad Corral 2 State 3-H well is plugged.

RULE 202.B.2 STATES YOU MUST HAVE A MARKER. YOU MAY REQUEST TO HAVE A TEMPORARY MARKER PLACED AS CLOSE AS POSSIBLE WITH THE EXACT LOCATION PRINTED ON IT, BUT A MARKER MUST BE ERECTED.

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines ☐, a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE Lucy Ward TITLE Production Analyst DATE 6/06/2006

Type or print name Lucy Ward E-mail address: lucy_ward@swn.com Telephone No. 281-618-4700
For State Use Only

APPROVED BY: DE NIED TITLE DATE 7/10/06
Conditions of Approval (if any):