11121374757675 State of New Mexico Submit 3 Copies To Appropriate District Form C-103 Office Energy, Minerals and Natural Resources Revised May 08, 2003 District I WELL API NO. 1625 N. French Dr., Hobbs, NM 87240 District II 30-015-34857 OIL CONSERVATION DIVISION 1301 W. Grand Ave., Artesia, NM 88210 5. Indicate Type of Lease 1220 South St. Francis Ex. District III Santa Fe, NM 87505 STATE X FEE \square 1000 Rio Brazos Rd., Aztec, NM 87410 District IV 6. State Oil & Gas Lease No. 1220 S. St. Francis Dr., Santa Fe, NM 87505 SUNDRY NOTICES 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 1823 NICHOLS DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) 8. Well Number 1. Type of Well: Gas Well X Oil Well Other 21 9. OGRID Number 2. Name of Operator LCX Energy, LLC 218885 3. Address of Operator 10. Pool name or Wildcat 110 N. Marienfeld, Ste. 200, Midland, TX 79701 4. Well Location 760 SOUTH 660 WEST feet from the line and feet from the Section Township 18S Range 23F **NMPM EDDY** County 11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3915' GR 12. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WORK ALTERING CASING COMMENCE DRILLING OPNS. X **TEMPORARILY ABANDON** CHANGE PLANS **PLUG AND ABANDONMENT PULL OR ALTER CASING MULTIPLE** CASING TEST AND COMPLETION **CEMENT JOB** OTHER: OTHER: 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. 9/5/06 - 9/7/06 MIRU PULLING UNIT. PICK UP AND RIH W/ 4 3/4" BIT AND 2 7/8" DRILL PIPE. TAG AT 7718'. CLEAN WELL OUT TO 7750', FLOAT COLLAR AT 7740'. POOH W/ TUBING. RIH W/ 4 3/4" BIT AND 5 1/2" CASING SCRAPER. TEST CASING TO 5000#. HELD OK. PICKLE TUBING AND CASING W/ 1000 GALS PICKLE ACID. SPOT 5000 GALS 15% HCL ACID. POOH. 9/8/06 TIH W/ TCP GUN ASSEMBLY. SPACE OUT. PRESSURE UP ON GUNS TO SHOOT. SHOOT HOLES AT 7740' (14H). 7510' (13H), 7275' (12H), 7040' (11H), 6850' (10). ACIDIZE PERFS W/ 5000 GALS 15% HCL ACID AT 16 BPM AND 3500#. ISDP 1200#. POOH W/ TUBING AND GUN ASSEMBLY. SWIFN. 9/10/06 LAY DOWN TUBING. SET FRAC VALVE. WELL READY TO FRAC. I hereby certify that the information above is true and complete to the best of my knowledge and belief. Regulatory Agent DATE 9/13/06 **SIGNATURE** TITLE. Type or print name KANICIA DAVID Telephone No. 432-848-0214 SEP 1 8 2006 (This space for State use) FOR RECORDS ONLY APPROVED BY_ TITLE_ DATE

Conditions of approval, if any: