

Submit 3 Copies To Appropriate District
Office
District I
1625 N. French Dr., Hobbs, NM 87240
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
Revised May 08, 2003

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

WELL API NO. 30-015-33053
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. 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-104) FOR SUCH
PROPOSALS.)

1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other	7. Lease Name or Unit Agreement Name: 1724 STATE
2. Name of Operator LCX Energy, LLC	8. Well Number 218885
3. Address of Operator 110 N. Marienfeld, Ste. 200, Midland, TX 79701	9. OGRID Number 311
4. Well Location	10. Pool name or Wildcat

Unit Letter <u>N</u> : <u>660</u> feet from the <u>SOUTH</u> line and <u>1980</u> feet from the <u>WEST</u> line
Section <u>31</u> Township <u>17S</u> Range <u>24E</u> NMPM County <u>EDDY</u>
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3861' GR

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

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPLETION <input type="checkbox"/>
OTHER: <input type="checkbox"/>	

SUBSEQUENT REPORT OF:

REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
COMMENCE DRILLING OPNS. <input type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
CASING TEST AND CEMENT JOB <input type="checkbox"/>	
OTHER: FRAC <input checked="" 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.

9/25/06 - 9/26/06 MIRU PULLING UNIT. RU WIRELINE. RIH W/ GR AND JB TO 4780'. POOH. RIH W/ 4 1/2" 10K PACKER ON WIRELINE W/ GLASS DISC BELOW PACKER ON A 6' SUB. SET PACKER AT 4773'. POOH AND RIG DOWN WIRELINE. BLOW WELL DOWN. ND FRAC VALVE AND NU BOPS. RUN 4770' 2 3/8" 4.7# J55 TUBING AND ON-OFF TOOL. LATCH INTO PACKER. ND BOPS AND NU WELLHEAD. RIH AND PUNCH GLASS DISC W/ SAND LINE. SWAB WELL W/ 2 RUNS. WELL KICKED OFF.

9/27/06 FIRST GAS SALES.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Kanicia Carrillo TITLE Regulatory Agent DATE 12/22/06

Type or print name KANICIA CARRILLO

Telephone No. 432-262-4013

(This space for State use)

FOR RECORDS ONLY

APPROVED BY _____ TITLE _____ DATE DEC 28 2006
Conditions of approval, if any: