

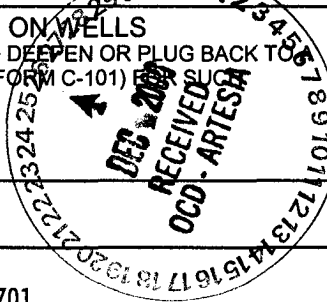
Submit 3 Copies To Appropriate District
Office
District I
1625 N. French Dr., Hobbs, NM 87240
District II
1301 W. Grand Ave., Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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. 30-015-34540
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: 1724 STATE
8. Well Number 218885
9. OGRID Number 161
10. Pool name or Wildcat COLLINS RANCH-WOLFCAMP

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 type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other	
2. Name of Operator LCX Energy, LLC	
3. Address of Operator 110 N. Marienfeld, Ste. 200, Midland, TX 79701	
4. Well Location Unit Letter <u>A</u> : <u>760</u> feet from the <u>NORTH</u> line and <u>660</u> feet from the <u>EAST</u> line Section <u>16</u> Township <u>17S</u> Range <u>24E</u> NMPM County <u>EDDY</u>	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3759' GR	

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

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐
PULL OR ALTER CASING ☐ MULTIPLE COMPLETION ☐

OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDONMENT ☐
CASING TEST AND CEMENT JOB ☐

OTHER: FRAC CONTINUED ☒

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.

11/16/06 MIRU BJ SERVICES. PUMP DOWN FRAC PLUG AND GUNS, SET FRAC PLUG AT 6940', PERF 6830' (14H), 6660' (13H), 6410' (12H) AND 6200' (11H). FRAC STAGE 3 W/ 8000 GALS 15% HCL, 44000 GALS SLICK BRINE WATER, 56053 GALS SLICK FRESH WATER, 2000# 20/40 SAND AND 7658# LITE PROP 125 20/40. 68 TONS CO2. PUMPED AT AN AVG RATE OF 81.2 BPM AT 4800 PSI. ISDP 2425 PSI. RIH W/ FRAC PLUG AND GUNS FOR FRAC PLUG AND GUNS FOR FRAC STAGE 4, GUNS AND PLUG COULD NOT BE PUMPED PAST 5060', HANGING UP. POOH, RD FRAC EQUIPMENT. FLOW WELL BACK.

11/21/06 - 11/29/06 MIRU. RIH W/ 4 3/4" BIT & 27/8" TUBING. DRILL OUT FP AT 6940', RIH AND DRILL THROUGH FP AT 7800', POOH. RIH W/ PRODUCTION STRING, BOTTOM OF 2 3/8" TBG AT 5100', 5 1/2" PACKER SET AT 4612', 2 3/8" TBG BACK TO SURFACE, NU TREE. SWAB WELL IN AFTER 25 RUNS. FLOW TESTING WELL.

12/5/06 PUT WELL DOWN GAS LINE.

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 12/18/06

Type or print name KANICIA CARRILLO Telephone No. 432-262-4013

(This space for State use)

APPROVED BY FOR RECORDS ONLY TITLE DATE DEC 27 2006
Conditions of approval, if any: