

Submit 3 Copies To Appropriate District
Office
District I
1625 N. Front St., 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

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

Form C-103
Revised May 08, 2003

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.)		WELL API NO. 30-015-34911
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator LCX Energy, LLC		6. State Oil & Gas Lease No.
3. Address of Operator 110 N. Marienfeld, Ste. 200, Midland, TX 79701		7. Lease Name or Unit Agreement Name: 1823 STATE
4. Well Location Unit Letter <u>M</u> : <u>29</u> feet from the <u>18S</u> line and <u>760</u> feet from the <u>SOUTH</u> line Section <u>29</u> Township <u>18S</u> Range <u>23E</u> NMPM County <u>EDDY</u>		8. Well Number 218885
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 4041' GR		9. OGRID Number 291
		10. Pool name or Wildcat FOUR MILE DRAW, WOLFCAMP

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"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPLETION <input type="checkbox"/>	CASING TEST AND CEMENT JOB <input checked="" 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.

10/16/06 10/24/06 DRILL 8 3/4" HOLE FROM 1520' - 4625' MD. LOG WELL, RUN LOGS. RIH W/ OPEN ENDED DRILL PIPE AND SPOT A 553 SX CL H KICK OFF PLUG FROM 4625 - 3250'. POOH AND WOC PLUG.

10/25/06 - 10/31/06 RIH AND TAG PLUG AT 3613'. DRILL CEMENT FROM 3613' TO 3935', POOH. PU DIRECTIONAL TOOLS W/ 7 7/8" BIT AND TIH. DRILL LAND BUILD CURVE SECTION FROM 3935' TO 4878', END OF CURVE SECTION.

11/1/06 - 11/10/06 DRILL LATERAL FROM 4878' TO 8230' TD. RUN 5 1/2" CASING, RUN 5 1/2" FS, 1 JT D 1/2" 17# P110 BUT CASING, 5 1/2" FC, 104 JTS 5 1/2" 17# P110 BUT, 1 X-OVER, 88 JTS 5 1/2" 17# N80 LT & C. TOTAL 8190', SET CASING. RAN 20 CENTALIZERS. CEMENTED W/ 738 SX 50/50 POZ+10%D20+0.2%PPS D130+.2% D46+10%D44+0.3%D112 MIXED AT 12.9#/G & 2.01 CU FT/SK, FOLLOWED BY 360 SX PVL+100% D151+2% D174+2% D112+0.6% D65+0.2% S1. DISPLACE CEMENT, BUMP PLUG TO 1850#, RELEASE PRESSURE, FLOATS HELD OK. WOC, HANG CASING OFF, ND BOPS, NU WELLHEAD. RELEASE RIG. WO FRAC.

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 27 2006
Conditions of approval, if any: