

Submit 1 Copy 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
 October 13, 2009

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

WELL API NO. 005-63989
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Sam's Ranch 16
8. Well Number 1
9. OGRID Number 153888
10. Pool name or Wildcat
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3567' GR

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 Gas Well Other **Dry Hole**

2. Name of Operator
Primexx Operating Corporation

3. Address of Operator
4849 Greenville Ave., Ste. 1600

4. Well Location
 Unit Letter **1** : **1980** feet from the **South** line and **660** feet from the **East** line
 Section **16** Township **14S** Range **28E** NMPM **Chaves** County

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 checked="" type="checkbox"/> TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/> PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPL <input type="checkbox"/> DOWNHOLE COMMINGLE <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"/> P AND A <input type="checkbox"/> CASING/CEMENT JOB <input type="checkbox"/> OTHER: <input type="checkbox"/>
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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 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

- RUPU, open valve on casing swedge, blow down well.
- Remove swedge, screw on wellhead.
- Install BOP
- Run tubing to TD, hook up tubing annulus to open top tank w/sugar in bottom
- Pump 220 sacks of cement down tubing, pulling tbg out of well as we go. Circulate wellbore to open tank with sugar in bottom.
- ND BOP
- RDPU
- Cut off casing & weld on cape & 3" X 4' dry hole marker on top of casing cap.

Notify OCD 24 hrs. prior to any work done.

RECEIVED
 OCT 25 2010
 NMOCD ARTESIA

Spud Date:

Rig Release Date:

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

SIGNATURE Andrea Molinar TITLE Regulatory Analyst DATE 10/10/2010

Type or print name Andrea Molinar E-mail address: andrea.molinar@primexx.com PHONE: 214-369-5909
 For State Use Only

APPROVED BY: [Signature] TITLE _____ DATE 10/27/2010

Conditions of Approval (if any):

Approval Granted providing work is complete by 1/27/2011