

Submit 1 Copy To Appropriate District Office
District I - (575) 393-6161
1625 N. French Dr., Hobbs, NM 88240
District II - (575) 748-1283
811 S. First St., Artesia, NM 88210
District III - (505) 334-6178
1000 Rio Brazos Rd., Aztec, NM 87410
District IV - (505) 476-3460
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
Revised August 1, 2011

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

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. 30-045-35385
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other <input type="checkbox"/>		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator Koch Exploration Company, LLC		6. State Oil & Gas Lease No. NM VB-1443-0000
3. Address of Operator PO Box 489, Aztec, NM 87410		7. Lease Name or Unit Agreement Name Bisti 36
4. Well Location Unit Letter <u>D</u> : <u>660</u> feet from the <u>North</u> line and <u>660</u> feet from the <u>West</u> line Section <u>36</u> Township <u>25N</u> Range <u>13W</u> NMPM San Juan County		8. Well Number <u>1</u>
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 6307' GR		9. OGRID Number 12807
		10. Pool name or Wildcat Fruitland coal

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"/>	P AND A <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL <input type="checkbox"/>	CASING/CEMENT JOB <input checked="" type="checkbox"/>	
DOWNHOLE COMMINGLE <input type="checkbox"/>			
OTHER: <input type="checkbox"/>		OTHER: <input type="checkbox"/>	

RCVD JUN 14 '13
OIL CONS. DIV.
DIST. 3

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.

05/30 - 6/01/13 drilled 6 1/4" hole to 1240' TD KB. 6/2/13 Ran 4 1/2" 10.5# J-55 LTC casing, landed @ 1221.55 KB, top of Float collar @ 1179.40'. Ran cement shoe on bottom, and ran centralizers on bottom two joints, and joints 7, 16, & 25. Used 20 bbls mud flush. Pumped Lead 95 sks LT Premium Cement + 5 lb/sk Kol-Seal + .125 lb/sk Poly-E-Flake + 2% CACL (178.60 cf 12.5#, yield 1.88). Pumped Tail cement 50 sks Premium Cement + 1% CACL (58.0 cf, 15.8#, yield 1.16). Displaced w/ 18.9 bbls water and returned 12 bbls cement to surface. WOC 18 hours. Will pressure test 4 1/2" casing when ready to perforate. 6/3/13 Released drilling rig. ✓

Spud Date: 5/28/13

Rig Release Date: 6/3/13

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

SIGNATURE Donald Johnson TITLE Sr. Operations Manager DATE 6/13/13

Type or print name Donald Johnson E-mail address: johnso4d@kochind.com PHONE: 505-334-9111

For State Use Only

APPROVED BY: Deputy Oil & Gas Inspector, District #3 DATE 6-25-13

Conditions of Approval (if any):

AV