

Submit 3 Copies 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  
 May 27, 2004

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

WELL API NO. 30-025-38525
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name ELKAN
8. Well Number 2
9. OGRID Number 004378
10. Pool name or Wildcat CERCA UPPER PENN

**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

2. Name of Operator  
CHI OPERATING, INC

3. Address of Operator  
PO BOX 1799 MIDLAND, TX 79702

4. Well Location  
 Unit Letter H : 1980 feet from the NORTH line and 660 feet from the EAST line  
 Section 11 Township 14S Range 34E NMPM LEA County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)  
4099' GR

GR Pit or Below-grade Tank Application  or Closure

Pit type \_\_\_\_\_ Depth to Groundwater \_\_\_\_\_ Distance from nearest fresh water well \_\_\_\_\_ Distance from nearest surface water \_\_\_\_\_

Pit Liner Thickness: \_\_\_\_\_ mil Below-Grade Tank: Volume \_\_\_\_\_ bbls; Construction Material \_\_\_\_\_

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

<b>NOTICE OF INTENTION TO:</b>		<b>SUBSEQUENT REPORT OF:</b>	
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 checked="" type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>	
OTHER: <input type="checkbox"/>		OTHER: <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.

11/23/06-CALLS GARY WINK FOR P&A INSTRUCTIONS. WELL BORE CONDITIONS AT TIME OF REQUEST. 13 3/8" CSG SET AT 451'. DRILLED TO A DEPTH OF 2930', TWISTED OFF @ 1052' ON 11/16/06. ABORTED MUD SYSTEM, BUILD NEW MUD SYSTEM, CLEANED AND CONDITION HOLE BACK TO FISH. GOT ON FISH, JARRED FREE. WORKED FISH TO 1752'. BACK OFF AT 1518'. BUILDING MUD AND ATTEMPTING TO CONDITION HOLE BACK TO FISH UNSUCCESSFULLY. GOT DWN TO 1033'. P&A INSTRUCTIONS AS PER GARY: 1<sup>ST</sup> PLG 100' @ 1033'. 2<sup>ND</sup> PLG 100' @ SHOE. 3<sup>RD</sup> PLG @ SURFACE. 1<sup>ST</sup> PLUG @ 1033', PMPD USED 100 SKS "C"+3% CaCL2, TGD @ 1028', PMPD ADDITIONAL 100 SKS' AND TGD @ 901'. PUH AND SET 2<sup>ND</sup> PLUG @ 480', PMPD 100 SKS "C"+2% CaCL2, TGD PLG @ 415'. SET 15 SKS SURFACE PLG. ND AND RELEASED RIG 11/25/06. PREP TO SKID RIG.

Approved as to plugging of the Well Bore.  
~~Liability under bond is retained until~~  
 surface restoration is completed.

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines , a general permit  or an (attached) alternative OCD-approved plan .

SIGNATURE: John Wink TITLE: \_\_\_\_\_ DATE: 11/29/06  
 Type or print name: \_\_\_\_\_ E-mail address: \_\_\_\_\_ Telephone No: 432-685-5001

**For State Use Only**  
 APPROVED BY: Gary W. Wink TITLE: OG FIELD REPRESENTATIVE II/STAFF MANAGER DATE: DEC 11 2006  
 Conditions of Approval (if any): \_\_\_\_\_