

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  
June 19, 2008

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

WELL API NO. 30-025-39076
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 Angell
8. Well Number 2
9. OGRID Number 160825
10. Pool name or Wildcat Lovington, Paddock

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 checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>	
2. Name of Operator BC Operating, Inc	
3. Address of Operator P. O. Box 50820 Midland, TX 79710	
4. Well Location Unit Letter B : 330' feet from the North line and 1650 feet from the East line Section 11 Township 17S Range 36E NMPM Lea County	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3833'	

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 COMPL ☐  
DOWNHOLE COMMINGLE ☐

OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐  
COMMENCE DRILLING OPNS. ☐ P AND A ☐  
CASING/CEMENT JOB

OTHER: ☐

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.

11/4/08 Perf Paddock at 6238'-48', 6254'-64', 6272'-78', 6292'-6300', 6310'-18'  
11/5/08 Acid w/ 2558 gal 1%  
11/10/08 Re-Acidize w/ 3500 gal 15%  
11/11/08 Acid Frac w/ 9786 gal 20% gel HCL  
11/13/08 Perf Grayburg-San Andres at 5384'-5430'  
11/14/08 Spot 500 gal 15%  
11/17/08 Acidize w/ 4500 gal 15%  
11/18/08 RIH w/ tbg and pump

Oil Conservation Division

Conditions of approval: Approval for drilling/workover  
ONLY--- CANNOT produce Downhole Commingled until  
DHC is approved in Santa Fe.

Spud Date:

10-12-08

Rig Release Date:

10-24-08

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

SIGNATURE

*Pam Botkin*

TITLE Engineering Tech

DATE 11-20-08

Type or print name Pam Botkin

E-mail address: pbotkin@blackoakres.com

PHONE: 432-684-9696 x 216

For State Use Only

APPROVED BY:

*[Signature]*

TITLE

PETROLEUM ENGINEER

DATE

NOV 26 2008

Conditions of Approval (if any):