

District I  
1625 N. French Dr., Hobbs, NM 88240  
Phone:(505) 393-6161 Fax:(505) 393-0720  
District II  
1301 W. Grand Ave., Artesia, NM 88210  
Phone:(505) 748-1283 Fax:(505) 748-9720  
District III  
1000 Rio Brazos Rd., Aztec, NM 87410  
Phone:(505) 334-6178 Fax:(505) 334-6170  
District IV  
1220 S. St Francis Dr., Santa Fe, NM 87505  
Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico  
Energy, Minerals and Natural Resources  
Oil Conservation Division  
1220 S. St Francis Dr.  
Santa Fe, NM 87505

Form C-103  
Permit37661

|                                                                                                                                                                                                                                                                                                                                         |  |                                                             |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--|-------------------------------------------------------------|
| SUNDRY NOTICES AND REPORTS ON WELLS<br>(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVIOR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)<br>1. Type of Well: <input type="radio"/>                                                                                        |  | WELL API NUMBER<br>30-025-38056                             |
|                                                                                                                                                                                                                                                                                                                                         |  | 5. Indicate Type of Lease<br>S                              |
|                                                                                                                                                                                                                                                                                                                                         |  | 6. State Oil & Gas Lease No.                                |
| 2. Name of Operator<br>ENERGEN RESOURCES CORPORATION                                                                                                                                                                                                                                                                                    |  | 7. Lease Name or Unit Agreement Name<br>SAUNDERS DEEP STATE |
| 3. Address of Operator<br>605 21ST STREET NORTH, BIRMINGHAM, AL 352032707                                                                                                                                                                                                                                                               |  | 8. Well Number<br>002                                       |
| 4. Well Location<br>Unit Letter 2 : 400 feet from the N line and 1940 feet from the E line<br>Section 3 Township 15S Range 33E NMPM Lea County                                                                                                                                                                                          |  | 9. OGRID Number<br>162928                                   |
| 11. Elevation (Show whether DR, KB, BT, GR, etc.)<br>4193 GR                                                                                                                                                                                                                                                                            |  | 10. Pool name or Wildcat                                    |
| Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/><br>Pit Type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____<br>Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____ |  |                                                             |

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 OF PLANS ☐  
PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐  
Other:

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTER CASING ☐  
COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDON ☐  
CASING/CEMENT JOB ☐  
Other: Spud ☒

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.

9/7/2006 Spudded well.

Spud 17-1/2" hole @ 9:00 p.m. 9/7/06. Drilled to 446', C&C hole to run casing.

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 Electronically Signed TITLE Regulatory Analyst DATE 9/11/2006

Type or print name Vicki Donaghey E-mail address vdonaghe@energen.com Telephone No. 505-325-6800

For State Use Only:

APPROVED BY: Chris Williams TITLE District Supervisor DATE 9/14/2006