

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 - 015-24810

5. Indicate Type of Lease  
STATE ☐ FEE ☒

6. State Oil & Gas Lease No.

7. Lease Name or Unit Agreement Name  
Otis 33

8. Well Number 2

9. OGRID Number

10. Pool name or Wildcat  
East Carlsbad Wolfcamp

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  
P.O. Box 1799, Midland, TX 79702

4. Well Location

Unit Letter C 990 feet from the North line and 2130 feet from the West line

Section 33

Township 22S

Range 27E

NMPM

Eddy

County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)  
3107 GL

Pit or Below-grade Tank Application ☒ X or Closure ☐

Pit type Workover Depth to Groundwater 200 ft Distance from nearest fresh water well 1500 ft Distance from nearest surface water 2000 ft Pit Liner

Thickness: 12 mil Below-Grade Tank: Volume 1000 bbls; Construction Material Synthetic

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 ☐

OTHER: Below grade pit application X

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.

Proposal to construct lined below grade 1000 bbl pit per NMOCD guidelines.

Sundry notice to C-101 approved 9/23/04.

Rig up DD workover unit

Install BOP and test

Drill out open hole cement plugs at surface (50 sx), 387' (35 sx), 2600' (100' plug), 5382' - 5467' (200 sx)

Drill out cased hole plug at 8700-8900'

Clean out casing to CIBP @ 10200'

Dress off casing stub at 5467'

PU 5-1/2" casing, bowl over and tie back to surface

RH w/ 2-3/8 tubing and packer and set at approximately 9400'

Perforate Wolfcamp with thru tubing guns

Acidize and test

Install surface production equipment

Tie to sales line

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 X, a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE [Signature] TITLE Engineer DATE 9/24/04

Type or print name Gary Womack E-mail address: garyw@chinergyinc.com Telephone No. 432-685-5001

For State Use Only

APPROVED BY: [Signature] TITLE DFI DATE 9-28-04

Conditions of Approval (if any)

for pit approval only -