Submit 3 Copies To Appropriate District State of New Mexico Form C-103 Office May 27, 2004 Energy, Minerals and Natural Resources District I WELL API NO. bbs, NM 88240 1625 N. French District II 30-01504550 OIL CONSERVATION DIVISION Artesia, NM 88210 1301 W. Gran 5. Indicate Type of Lease 1220 South St. Francis Dr. District III STATE 1000 Rio Braz . NM 87410 Santa Fe, NM 87505 6. State Oil & Gas Lease No. **District IV** 1220 S. St. Francis Santa Fe, NM E-9262 87505 SUNDRY NOTICES AND REPORTS ON WELLS 7. Lease Name or Unit Agreement Name (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 **North Benson Oueen Unit** PROPOSALS.) 8. Well Number 20 1. Type of Well: Oil Well Gas Well Other 9. OGRID Number 2. Name of Operator Arena Resources, Inc. 3. Address of Operator 10. Pool name or Wildcat 4920 S. Lewis, Suite 107, Tulsa, OK 74105 Queen - Grayburg 4. Well Location Unit Letter 353 feet from the South line and 2287 feet from the East 27 Township 18S Range 30E County Eddy Section **NMPM** 11. Elevation (Show whether DR, RKB, RT, GR, etc.) Pit or Below-grade Tank Application 🔲 or Closure 🔲 Depth to Groundwater Distance from nearest fresh water well Distance from nearest surface water Pit Liner Thickness: Below-Grade Tank: Volume bbls; Construction Material 12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WORK ALTERING CASING □ **TEMPORARILY ABANDON CHANGE PLANS** COMMENCE DRILLING OPNS.□ P AND A П **PULL OR ALTER CASING** MULTIPLE COMPL **CASING/CEMENT JOB** OTHER: 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. 10-20-06 Drill out existing plug at 2764' Clean out fill to 3080'. Pump scale converter and acidize perfs 2810 to 2918' 10-25-06 Hang well on production. **Accepted** for record Federal Oil Well 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 belowgrade tank has been/will be constructed or closed according to NMOCD guidelines ___, a general permit ____ or an (attached) alternative OCD-approved plan ____. **SIGNATURE** TITLE Production Supervisor DATE 11-1-06 Type or print name Danny M. Palmer E-mail address: dpalmer@arenaresourcesinc.com Telephone No. (505) 738-1739 For State Use Only APPROVED BY: TITLE

Conditions of Approval (if an