

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. 30-015-34554
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 WC "4"
8. Well Number 4
9. OGRID Number 004378
10. Pool name or Wildcat HAPPY VALLEY MORROW

SUNDRY NOTICES AND REPORTS ON WELLS
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEEN OR PLUG BACK TO 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 LOT 1 : 1100 feet from the NORTH line and 990 feet from the EAST line
Section 4 Township 22-S Range 26-E NMPM EDDY County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3216 GR

Pit or Below-grade Tank Application ☐ or Closure ☐

Pit type DRLG to Groundwater +117' Distance from nearest fresh water well +1000' Distance from nearest surface water NA

Pit Liner Thickness: 12 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 PLANS ☐
PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐

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.

10/4/06: Spud, Drill 17 1/2" hole +/-518. Ran 13 3/8 65# J-55 csg. Cmt'd. w/Lead H 100 sxs 10%GYP+1%CAC12+8PPSLCM-1, Lead "C" 400 sxs 2%CACL2+4#SKLCM-1+4% gel, Tail "C" 150 sxs 2 % CACL2+1/4#CF. WOC 16 1/2 hrs. Test BOP 1000# OK, tst annular and csg +/-750# - 1 hr.

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: Pam Corbett TITLE: Prod Clerk DATE: 11/2/2006

Type or print name Pam Corbett E-mail address: _____ Telephone No: 432-685-5001

For State Use Only

APPROVED BY: Accepted for record - NMOCD TITLE _____ DATE 11/14/06
Conditions of Approval (if any): _____