

Submit 3 Copies To Appropriate District
Office
District I
1625 N. French Dr., Hobbs, NM 87240
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
Revised May 08, 2003

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

WELL API NO. 30-015-34854
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: 1625 STATE COM
8. Well Number 91
9. OGRID Number 218885
10. Pool name or Wildcat

SUNDRY NOTICES AND REPORTS ON WELL 1625 STATE COM
(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 type="checkbox"/> Gas Well <input type="checkbox"/> Other	2. Name of Operator LCX Energy, LLC	3. Address of Operator 110 N. Marienfeld, Ste. 200, Midland, TX 79701	4. Well Location Unit Letter <u>M</u> : <u>560</u> feet from the <u>WEST</u> line and <u>760</u> feet from the <u>SOUTH</u> line Section <u>9</u> Township <u>16S</u> Range <u>25E</u> NMPM County <u>EDDY</u>
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3521.2' GR			

12. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPLETION <input type="checkbox"/>
OTHER: <input type="checkbox"/>	

SUBSEQUENT REPORT OF:

REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
COMMENCE DRILLING OPNS. <input type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
CASING TEST AND CEMENT JOB <input type="checkbox"/>	
OTHER: SPUD <input checked="" type="checkbox"/>	

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.

10/11/06 - 10/13/06 SPUD WELL 10/11/06 AT 1:00 PM. DRILL 17 1/2" HOLE TO 402'. POOH AND CHANGE HOLE SIZE TO 12 1/4". TIH W/ 12 1/4" BIT, DRILL FROM 402' TO 1337'. SWEEP HOLE, POOH TO RUN 9 5/8" CASING AS FOLLOWS: 9 5/8" GUIDE SHOE, 1 JT 9 5/8" 36# J55 CSG, INSERT FLOAT, 30 JTS 9 5/8" 36# CASING. RAN 5 CENTRALIZERS ON PIPE. SET CASING AT 1337'. CEMENTED CASING W/ 840 SX BJ LITE+5%SALT+1/8# CELLO FLK MIXED AT 12.4#/G, TAIL W/ 200 SX CL C CMT W/ 2% CACL2 MIXED AT 14.8# GAL. BUMPED PLUG W/ 1526#, HELD OK. CIRC 94 SX TO RESERVE PIT.

10/14/06 - 10/16/06 NIPPLE UP BOPS AND WELLHEAD. TEST BOP RAMS, ANNULAR AND ALL VAVLES: 300 LOW AND 2000 HIGHT. TEST FLOOR VALVES & MUD LINE TO 2000 PSI. PICK UP MOTOR AND 8 3/4" BIT AND REST OF BHA, TIH, DRILL CEMENT FROM 1290' - 1309', TEST CASING TO 1000 PSI, HELD OK. CONTINUE DRILLING VERTICAL HOLE. NOTE: WOC 30 HOURS BEFORE DRILL OUT.

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

SIGNATURE Kanicia David TITLE Regulatory Agent DATE 10/18/06

Type or print name KANICIA DAVID Telephone No. 432-848-0214

(This space for State use)
APPROVED BY Jim W. Green TITLE District II Supervisor DATE 12/5/06
Conditions of approval, if any: