

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  
June 19, 2008

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

WELL API NO. 30-015-36131
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. 302899
7. Lease Name or Unit Agreement Name South Red Lake Unit II
8. Well Number 059
9. OGRID Number 241598
10. Pool name or Wildcat San Andres - Redlake
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3618 GR

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- 01) FOR SUCH  
PROPOSALS.)

1. Type of Well: Oil Well ☒ Gas Well ☐ Other

2. Name of Operator  
Fairway Resources Operating, LLC

3. Address of Operator  
538 Silicon Dr., Suite 101, Southlake, TX 76092

4. Well Location

Unit Letter C : 660 feet from the North line and 2310 feet from the West line  
Section 36 Township 17S Range 27E NMPM Eddy County

SEP 10 2006

OCD-ARTESIA

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 ☐  
DOWNHOLE COMMINGLE ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐  
COMMENCE DRILLING OPNS. ☐ P AND A ☐  
CASING/CEMENT JOB ☐

OTHER: ☐

OTHER: Surface & production casing ☒

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.

4/22/08 TD 136'. Drill 136' in 13 hrs, fresh water MUD w/LCM. MIRU United Drilling rig #11, spud well 5:00 pm 4/21/08 with 12 1/4" drill bit.  
4/23/08 TD 406', drilled 270' in 24 hrs. TD surface hole at 406', circulate gel sweep and BU. POH. Laid down 8" DC/ RU csg crew and run 10 jts 8 5/8 20# X-65 ERW R3 STC. Set csg @411'. Cement casing w/300 sxs Class C w/2% CaCl. Bumped plug, circ, 50 bbl cmt to surface/ MI BOP's and choke manifold TIH w/7 7/8" bit, 6" DC. Drilled out cement & formation to 506'.  
4/24/08 TD 600'. Drilled 190' last 13 hrs. Fresh water mud w/LCM.  
4/25/08 TD 1060'. Drilled 460' last 24 hrs. Fresh water mud w/LCM  
4/26/08 TD 1545'. Drilled 320' last 24 hrs. Fresh water mud w/LCM  
4/27/08 TD 1865'. Drilled 210' last 24 hrs. Fresh water mud w/LCM. Deviation 11/4 degrees at 1616'  
4/28/08 TD 2122'. Drilled 257' last 24 hrs. TD 7 7/8" hole at 10:15 pm. Circ hole clean and pump starch pill. POH w/ DP and DC's. Ran 52 jts 5 1/2" 15.5# yellowband csg and 10 centralizers. Tagged TD at 2123. Set 5 1/2" csg at 2123'. Cmt csg w/200 sxs 50/50 POZ cmt tailed in with 250 sx Class C w/2% CaCl. Released rig 7:00 am.

Spud Date: 4/22/2008

Rig Release Date: 4/28/08

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

SIGNATURE Star Hasse TITLE Engineering Tech DATE 9/8/08

Type or print name Star Hasse E-mail address: shasse@fairwayresources.net PHONE: 817-416-1946 x223

**For State Use Only**

APPROVED BY: \_\_\_\_\_ TITLE \_\_\_\_\_ DATE \_\_\_\_\_  
Conditions of Approval (if any):

Accepted for record  
NMOCD