

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. 30-015-36535
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 Challenger 1 State
8. Well Number 1H
9. OGRID Number 217955
10. Pool name or Wildcat Pierce Crossing Bone Spring East

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 <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>	
2. Name of Operator OGX Resources, LLC	DEC - 3 2008
3. Address of Operator POB 2064 Midland, TX 79702	OCD-ARTESIA
4. Well Location Unit Letter <u>D</u> : 660 feet from the North line and 660 feet from the West line Section 1 Township 25S Range 29E NMPM Eddy County	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3100'GR	

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

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	P AND A <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL. <input type="checkbox"/>	CASING/CEMENT JOB <input checked="" type="checkbox"/>	
DOWNHOLE COMMINGLE <input type="checkbox"/>			
OTHER: <input type="checkbox"/>		OTHER: <input 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.

11-29-08 Ran 5 1/2" 17# 13-CR & N-80 casing as follows:

Float shoe, 1 jt. 5 1/2" 17# N-80 Butt. csg., float collar, 1 jt. 5 1/2" 17# 13-CR Butt. x FOX, 129 jts. 5 1/2" 17# 13-CR FOX, 1 jt. 5 1/2" 17# 13-CR FOX x LTC & 165 jts. 5 1/2" 17# N-80 LTC csg, Set depth @ 11,865'. Centralizers were ran from 8101'-7601' every jt., from 4881'-3311' every 3rd jt., mag. markers @ 8717' & 6521'.

11-30-08 Cement w/ 700 sks 50/50/10 "C" cmt + 0.6 FL-52 + 1% salt + 5# LCM-1 + 1/8 Cello, Wt. 11.5, Yield 2.58: 400 sks 15/61/11 "C" cmt. + 3# LCM-1 + 0.6 FL-52 + 25.5 BA-10 + 5% Salt, Wt. 13.2, Yield 1.61: 1000 sks 50/50/5 "C" + 0.6 FL-52 + 0.3 CD-32 + 0.2 SMS, Wt. 13.2, Yield 1.56. Lost returns after dropping wiper plug, down @ 13:00. ND BOP. Install 11' 5K x 7 1/16 5K type C tbg. spool, test to 5 K. Rig released 11-30-2008.

ACCEPTED FOR RECORD

Spud Date:

Rig Release Date:

Gerry Guye, Deputy Field Inspector
NMOCD-District II ARTESIA

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

SIGNATURE Angela Lightner TITLE Consultant DATE 12-2-08

Type or print name Angela Lightner E-mail address: angela@rkford.com PHONE: 432-682-0440
For State Use Only

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