

Submit 3 Copies To Appropriate District
Office
District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM
88210 District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources

OIL CONSERVATION DIVISION
2040 South Pacheco
Santa Fe, NM 87505

Form C-103
Revised March 25, 1999

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.)		WELL API NO. 30-015-33019
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>		5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator Chi Operating, Inc.		6. State Oil & Gas Lease No.
3. Address of Operator P.O. Box 1799 Midland, Texas 79702		7. Lease Name or Unit Agreement Name: STEPHENS "A"
4. Well Location Unit Letter P : 550' feet from the SOUTH line and 1065' feet from the EAST line Section 7 Township: 23S Range: 27E NMPM County: EDDY		7. Well No. #2
10. Elevation (Show whether DR, RKB, RT, GR, etc.) GR -		8. Pool name or Wildcat Golden Lane; Delaware, South

11. 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"/>

12. 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 recompilation.

Spud 11/13/03. Drld 17½" hole to 343' w/13 3/8" surface csg 68# J-55. Cmt'd w/Lead 200sxs "H" + 10% A10 + 1% Cacl2 + ¼ # CF + 8# LCM, 4% Gel + 2% Cacl2 + ¼ # CF, Tail w/325sxs "C" + 2% Cacl2 + ¼ # CF, circ 200sxs. WOC 18 hrs. Drld 12¼" hole to 5385' w/9 5/8" csg 40# N80/J55. Cmt'd 1st Stage w/Lead 450sxs "C" + 15% Gel + 10% Salt + 1pps LCM-1, Tail 200sxs "C" = .25pps CF, 2nd Stage w/Lead 550sxs "C" + 15% Gel + 10% Salt + 1pps LCM-1, Tail 100sxs "C" + 1% Cacl2 + .25pps CF. WOC 18 hrs.

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

SIGNATURE Robin Askew TITLE REGULATORY CLERK DATE 1/11/04

Type or print name ROBIN ASKEW Telephone No. 432-685-5001 This space for State use)

APPROVED FOR RECORDS ONLY
BY TITLE DATE MAR 07 2004
Conditions of approval, if any: