

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
Revised June 10, 2003

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

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|--|
| WELL API NO. 30-045-06636 |
| 5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input type="checkbox"/> |
| 6. State Oil & Gas Lease No. |
| 7. Lease Name or Unit Agreement Name Charley-Pah |
| 8. Well Number 4 |
| 9. OGRID Number 131994 |
| 10. Pool name or Wildcat Basin Fruitland Coal/ Blanco P.C. South |
| 11. Elevation (Show whether DR, RKB, RT, GR, etc.) 5949'DR |

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 ☐ Gas Well ☒ Other

2. Name of Operator
Four Star Oil & Gas Company

3. Address of Operator
11111 S. Wilcrest Houston, Texas 77099

4. Well Location

Unit Letter J : 1750 feet from the South line and 1400 feet from the East line

Section 12 Township 27N Range 9W NMPM San Juan County

| | |
|--|--|
| 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"/> PLUG AND ABANDONMENT <input type="checkbox"/> |
| PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPLETION <input type="checkbox"/> | CASING TEST AND CEMENT JOB <input type="checkbox"/> |
| OTHER: Recompletion /Commingle <input checked="" 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.

Four Star Oil and Gas intends to perforate and fracture the Basin Fruitland and commingle downhole with the Blanco Pictured Cliffs South as follows:

MIRU Workover Rig. ND wellhead and NU BOP and pressure test same. Kill well, and POOH with 2" tubing. Set Bridge Plug at 2010'. Test 5.5" casing. If casing test fails evaluate for P&A or repair.

If casing test successful, perforate the Fruitland Coal from 1884'-2002' with two (4) shots per foot adding 108 holes. Fracture treat the formation with 122,901 gals 20# Delta Frac 140 Frac fluid and 241,000 lbs 16/30 Brady sand.

Flow and clean up well. PU bit and tubing. Circulate clean to PBTD at 2010', drill out bridge plug to casing shoe at 2118'. POOH with tubing. RIH with production string. RIH with pump and 3/4" sucker rods. ND BOP. NU wellhead. RDMO workover rig.

Hook well up to sales and place well on production.

DHC 1503AZ

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

SIGNATURE Kenneth W. Jackson TITLE Regulatory Specialist DATE 05/12/04

Type or print name Kenneth W. Jackson E-mail address: kewj@chevrontexaco.com Telephone No. (281) 561-4991
(This space for State use) DEPUTY OIL & GAS INSPECTOR, DIST. IV

APPROVED BY [Signature] TITLE DEPUTY OIL & GAS INSPECTOR, DIST. IV DATE MAY 17 2004

Conditions of approval, if any: 1. Recompletion of FC must be approved by BLM on Federal Sundry
2. Rule 303.C requires BLM notification of DHC on Federal Sundry Form

To support the proposed downhole commingling Four Star submits the following:

- i) The NMOCD has previously approved the commingling of the two pools in NMOCD Order #11363.
- ii) The two pools to be commingled are the Blanco (Pictured Cliffs) South and the Basin (Fruitland Coal).
- iii) The perforations are at 2012'-2080' (Pictured Cliffs) and 1884'- 2002' (Fruitland Coal) approximate.
- iv) The production will be allocated using the subtractive method.
- v) Commingling will not reduce the value of the remaining production.
- vi) Interests in the two pools are the same.

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State of New Mexico

Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

Form C-102

Revised June 10, 2003

Submit to Appropriate District Office

State Lease - 4 Copies

Fee Lease - 3 Copies

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

| | | |
|---|---|--|
| ¹ API Number 30-045-06636 | ² Pool Code 72439 | ³ Pool Name Basin Fruitland Coal |
| ⁴ Property Code | ⁵ Property Name Charley Pah | ⁶ Well Number 4 |
| ⁷ OGRID No. 131994 | ⁸ Operator Name Four Star Oil and Gas Company | ⁹ Elevation 5949' DF |

¹⁰ Surface Location

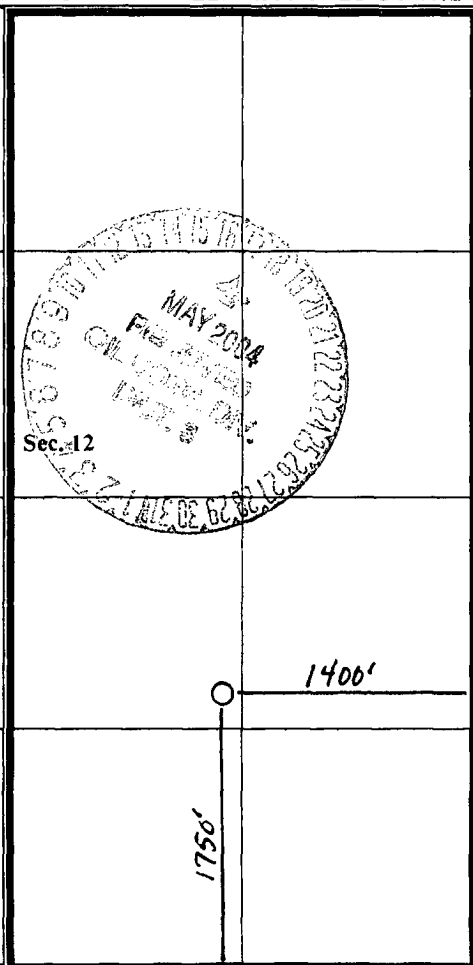
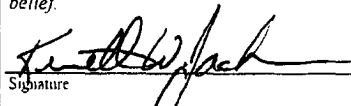
| U.L. or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|-----------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|----------|
| J | 12 | 27N | 09W | | 1750 | South | 1400 | East | San Juan |

¹¹ Bottom Hole Location If Different From Surface

| U.L. or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|-----------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
|-----------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|

| | | | |
|---|------------------------------------|----------------------------------|-------------------------|
| ¹² Dedicated Acres East 320 | ¹³ Joint or Infill Y | ¹⁴ Consolidation Code | ¹⁵ Order No. |
|---|------------------------------------|----------------------------------|-------------------------|

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

| | | |
|--|--|--|
| <div data-bbox="105 978 568 1944"> <div data-bbox="105 978 341 1228">16</div> </div> | <div data-bbox="568 978 1039 1944">  </div> | <div data-bbox="1039 978 1498 1470"> <p>¹⁷ OPERATOR CERTIFICATION <i>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.</i></p> <p> Signature</p> <p>Kenneth W. Jackson Printed Name</p> <p>Regulatory Specialist</p> <p>Title and E-mail Address</p> <p>5/12/04 Date</p> </div> |
| | | <div data-bbox="1039 1470 1498 1944"> <p>¹⁸ SURVEYOR CERTIFICATION <i>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</i></p> <p>Date of Survey</p> <p>Signature and Seal of Professional Surveyor</p> <p>Certificate Number</p> </div> |