| Submit 3 Copies To Appropriate District Office   |  | State of New Mexico        |               |                            | Form C-103                     |
|--|--|----------------------------|---------------|----------------------------|--------------------------------|
| District I   | Energy, Minerals and Natural Resources   |                            |               | WELL API NO.               | May 27, 2004                   |
| 1625 N. French Dr., Hobbs, NM 88240<br>District II   | OV. GO.VGTDV. TVO.V. TV. V.  |                            |               | 30 – 045 - 32160           |                                |
| 1301 W. Grand Ave., Artesia, NM 88210  | OIL CONSERVATION DIVISION  |                            |               | 5. Indicate Type           |                                |
| <u>District III</u><br>1000 Rio Brazos Rd., Aztec, NM 87410  | 1220 South St. Francis Dr.   |                            |               | STATE                      | FEE 🛛                          |
| <u>District IV</u><br>1220 S. St. Francis Dr., Santa Fe, NM  | Santa Fe, NM 87505   |                            |               | 6. State Oil & Ga          | as Lease No.                   |
| 87505  | 05   |                            |               |                            |                                |
| SUNDRY NOTICES AND REPORTS ON WELLS  (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OF PLUG BACK/TO, A  |  |                            |               | 7. Lease Name o            | r Unit Agreement Name          |
| DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM 6 101) FOR SUCH ( )  |  |                            |               | WF FRPC 17                 |                                |
| PROPOSALS.)  1. Type of Well: Oil Well  Gas Well  Other  MAY 2008  |  |                            |               | 8. Well Number             |                                |
| ,  | Gas wen  Gother / 2005   |                            |               | #3                         |                                |
| 2. Name of Operator  | विकास के वि |                            |               | 9. OGRID Numb              | er                             |
| Lance Oil & Gas Company, Inc.  3. Address of Operator  | ***  |                            | 10 19         | 229938<br>10. Pool name or | r Wildcat                      |
| P. O. Box 70, Kirtland, NM 8741  |  |                            |               |                            | Coal / Twin Mounds PC          |
| 4. Well Location   | \$27 7 c 9 \$7   |                            |               |                            |                                |
| Unit Letter L : 1,695 feet from the South line and 1,025 feet from the West line   |  |                            |               |                            |                                |
| Section 17   | Township 29N   | Range 14W                  | NMPI          | <del></del>                | ty San JuanCounty, NM          |
| 11. Elevation (Show whether DR, RKB, RT, GR, etc.)   |  |                            |               |                            |                                |
| 5,168' GR  |  |                            |               |                            |                                |
| Pit or Below-grade Tank Application or Closure   |  |                            |               |                            |                                |
| Pit type Depth to Groundwater Distance from nearest fresh water well Distance from nearest surface water   |  |                            |               |                            |                                |
| Pit Liner Thickness: mil Below-Grade Tank: Volume bbls; Construction Material  |  |                            |               |                            |                                |
| 12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data   |  |                            |               |                            |                                |
| NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF:  |  |                            |               |                            |                                |
| PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐ REMEDIAL WORK ☐ ALTERING CASING   |  |                            |               |                            |                                |
| TEMPORARILY ABANDON  | <u> </u>   |                            |               |                            | P AND A                        |
| PULL OR ALTER CASING   | MULTIPLE COMPL   | ☐ CASIN                    | G/CEMENT      | 「JOB ⊠                     |                                |
| OTHER:   |  | □ OTHE                     | ₹:            |                            | П                              |
| 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.   |  |                            |               |                            |                                |
| The WF FRPC 17#3 was spud at 13:30 hrs, 04/01/05. Drill 12-1/4" hole down to casing point at 150' KB. Circulate and condition hole   |  |                            |               |                            |                                |
| TOOH. Run 4 joints 8-5/8", 24 ppf, J-55, STC and land casing at 145' KB. Cement 8-5/8" casing with 150 sxs Halliburton Standard cement   |  |                            |               |                            |                                |
| containing 2% CaCl <sub>2</sub> and ½ #/sx flocele (Weight – 15.6 ppg, Yield – 1.18 ft <sup>3</sup> /sx and Water – 5.20 gals/sx). Displace cement with 7.8 bbls fresh water. Bumped plug to 50 psig at 18:00 hrs, 04/02/05. Plug held. Circulate 6 bbls cement to surface. WOC – 12 hrs. NU WH and BOP's. |  |                            |               |                            |                                |
|  |  |                            |               |                            |                                |
| Pressure test BOP's, blind rams and pipe rams to 250 psig (low) and 2,000 psig (high). Pressure test casing shoe to 600 psig. Pressure tests Good. Tag cement at 100' KB. Drill cement to 145' KB. Drill 7-7/8" hole to total depth at 689' KB on 04/04/05. Driller's TD – 687' KB                         |  |                            |               |                            |                                |
| Logger's TD – 682' KB. Circ and cond hole. TOOH and run wireline logs. Run 16 joints 5-1/2", 15.5 ppf, J-55, LTC and land casing at 677  |  |                            |               |                            |                                |
| KB.  |  |                            | <b>,</b>      | ,                          | -, <b></b>                     |
| Cement 5-1/2" casing with 1  | 22 svs Halliburton Type III  | Containing 2% Fcon         | olite 2% ca   | lseal 6% RWC salt          | 0.3% versaset, ¼ #/sx flocele  |
| 5#/sx gilsonite and 0.1% Supe  |  |                            |               |                            | 0.370 versuset, 74 m/sk needle |
| Disaborat consensuals 15.6 h   | black makes Pall me  | a Aleman ale and Discourse | 41 4 . 24     | 0                          | 4/05/05 PL 1.11 C' 1.          |
| 15 bbls cement to surface. Ri  |  |                            | a plug to 240 | psig at 21:30 nrs, 0       | 4/05/05. Plug held. Circulated |
|  |  |                            |               |                            |                                |
| I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines , a general permit or an (attached) alternative OCD-approved plan.        |  |                            |               |                            |                                |
| <i>,</i>   | closed according to twivece  | guidennes 🗀, a gener       | ai perillit 🗀 | or an (attached) after i   | iative OCD-approved pian [].   |
| SIGNATURE Thomas M.  | June   | _TITLESenior F             | roduction 1   | Engineer                   | DATE <u>05/23/2005</u>         |
| / (  | $\mathcal{O}$  | E mail address:            |               | T                          | alanhana Na                    |
| Type or print name For State Use Only  | $\alpha$   | E-mail address:            |               | 1                          | elephone No.<br>MAY 2 7 2005   |
|  | $\mathcal{L}/$   | SUPERVICOR                 | D10==         |                            | MAI A LOUS                     |
| APPROVED BY: Chah/   | K  | SUPERVISOR TITLE           | PISTRICT      | #3                         | DATE                           |
| Conditions of Approval (if any):   |  |                            |               |                            |                                |