

Submit 1 Copy To Appropriate District Office  
 District I - (575) 393-6161  
 1625 N. French Dr., Hobbs, NM 88240  
 District II - (575) 748-1283  
 811 S. First St., Artesia, NM 88210  
 District III - (505) 334-6178  
 1000 Rio Brazos Rd., Aztec, NM 87410  
 District IV - (505) 476-3460  
 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
 Energy, Minerals and Natural Resources

Form C-103  
 Revised August 1, 2011

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

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. 30-045-35385
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other <input type="checkbox"/>		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator Koch Exploration Company, LLC		6. State Oil & Gas Lease No. NM VB-1443-0000
3. Address of Operator PO Box 489, Aztec, NM 87410		7. Lease Name or Unit Agreement Name Bisti 36
4. Well Location Unit Letter <u>D</u> : <u>660</u> feet from the <u>North</u> line and <u>660</u> feet from the <u>West</u> line Section <u>36</u> Township <u>25N</u> Range <u>13W</u> NMPM San Juan County		8. Well Number <u>1</u>
11. Elevation (Show whether DR, RKB, RT, GR, etc.) <u>6307' GR</u>		9. OGRID Number <u>12807</u>
		10. Pool name or Wildcat <u>Fruitland coal</u>

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

<b>NOTICE OF INTENTION TO:</b> 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 COMPL <input type="checkbox"/> DOWNHOLE COMMINGLE <input type="checkbox"/>		<b>SUBSEQUENT REPORT OF:</b> REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/> COMMENCE DRILLING OPNS. <input type="checkbox"/> P AND A <input type="checkbox"/> CASING/CEMENT JOB <input checked="" type="checkbox"/>	
OTHER: <input type="checkbox"/>		OTHER: <input type="checkbox"/>	

RCVD JUN 14 '13  
 OIL CONS. DIV.  
 DIST. 3

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 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

05/30 - 6/01/13 drilled 6 1/4" hole to 1240' TD KB. 6/2/13 Ran 4 1/2" 10.5# J-55 LTC casing, landed @ 1221.55 KB, top of Float collar @ 1179.40'. Ran cement shoe on bottom, and ran centralizers on bottom two joints, and joints 7, 16, & 25. Used 20 bbls mud flush. Pumped Lead 95 sks LT Premium Cement + 5 lb/sk Kol-Seal + .125 lb/sk Poly-E-Flake + 2% CACL (178.60 cf 12.5#, yield 1.88). Pumped Tail cement 50 sks Premium Cement + 1% CACL (58.0 cf, 15.8#, yield 1.16). Displaced w/ 18.9 bbls water and returned 12 bbls cement to surface. WOC 18 hours. Will pressure test 4 1/2" casing when ready to perforate. 6/3/13 Released drilling rig. ✓

Spud Date: 5/28/13

Rig Release Date: 6/3/13

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

SIGNATURE Donald Johnson TITLE Sr. Operations Manager DATE 6/13/13

Type or print name Donald Johnson E-mail address: johnso4d@kochind.com PHONE: 505-334-9111

**For State Use Only**

APPROVED BY: Bob Bell TITLE Deputy Oil & Gas Inspector, District #3 DATE 6-25-13

Conditions of Approval (if any):

AV