

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. 30-045-35386
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other		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 VO-8293-0000
3. Address of Operator PO Box 489, Aztec, NM 87410		7. Lease Name or Unit Agreement Name Bisti 2
4. Well Location Unit Letter <u>A</u> : <u>660</u> feet from the <u>North</u> line and <u>660</u> feet from the <u>East</u> line Section <u>2</u> Township <u>24N</u> Range <u>13W</u> NMPM San Juan County		8. Well Number <u>1</u>
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 6296' GR		9. OGRID Number 12807
		10. Pool name or Wildcat Fruitland coal

12. 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 COMPL <input type="checkbox"/> DOWNHOLE COMMINGLE <input type="checkbox"/> OTHER: <input type="checkbox"/>	SUBSEQUENT REPORT OF: REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/> COMMENCE DRILLING OPNS. <input checked="" type="checkbox"/> P AND A <input type="checkbox"/> CASING/CEMENT JOB <input checked="" type="checkbox"/> RCVD JUN 14 '13 OIL CONS. DIV. DIST. 3 OTHER: <input type="checkbox"/>
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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.

MIRU D&D rig spud well on 5/23/13, drilled 12 1/4" hole to 136' KB. Ran 8 5/8" 24# casing, landed at 135.90 KB. Ran centralizers on bottom joint, and every joint above. Pumped 100 sks of Premium cement + 2% CACL₂ + .125lb/sk Poly-E-Flake, sks 117.0 cf (20.8 bbl) (wt 15.8#, yield 1.17). Dropped plug, displaced with 6.5 bbls fresh water. Returned 6 bbls cement to surface. WOC 20 hours.

Spud Date: 5/23/2013 Rig Release Date: 5/28/2013

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

SIGNATURE  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 Deputy Oil & Gas Inspector,
 APPROVED BY:  TITLE District #3 DATE 6/25/13
 Conditions of Approval (if any): NV