

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-103
Revised 1-1-89

DISTRICT I
P.O. Box 1980, Hobbs, NM 88240

OIL CONSERVATION DIVISION
2040 Pacheco St.
Santa Fe, NM 87505

DISTRICT II
P.O. Drawer DD, Artesia, NM 88210

DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410

WELL API NO. 30-039-27811
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Casaus
8. Well No. #1
9. Pool name or Wildcat Basin Fruitland /Gavilan PC

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 <input type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> OTHER	2. Name of Operator Benson-Montin-Greer Drilling Corporation
3. Address of Operator 4900 College Blvd. Farmington, NM 87401	4. Well Location Unit Letter <u>O</u> : <u>885'</u> Feet From The <u>SOUTH</u> Line and <u>1945'</u> Feet From The <u>EAST</u> Line Section <u>20</u> Township <u>25N</u> Range <u>2W</u> NMPM Rio Arriba County
10. Elevation (Show whether DF, RKB, RT, GR, etc.) 7152 GR	

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

11. 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"/>	CASING TEST AND CEMENT JOB <input type="checkbox"/>
OTHER: <u>DHC-2198</u> <input type="checkbox"/>	OTHER: <u>Commingle Fruitland Coal & Pictured Cliffs</u> <input checked="" type="checkbox"/>

12. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent date, including estimated date of starting any proposed work) SEE RULE 1103.

10/25/05: Ran Blue Jet GR-CBL from surface to 3563', Gas Spectrum Log from 499' to 3563'. Pressure test 4-1/2" casing to 1900 #'s for 5 minutes. Tested okay. Perforate Fruitland Coal and Pictured Cliffs from 3402' to 3536'.

11/5/05: Sand fractured with 176,682 #'s sand + 96,894 gallons 16# StimFlow at an average rate of 35.2 BPM. Well has been put on pump and is producing approximately 3 BOD and 97 BWD. Commingle Fruitland Coal & Pictured Cliffs as per NMOCD Rule R #11363.

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

SIGNATURE James Hornbeck TITLE Geologist DATE 04/04/06
TYPE OR PRINT NAME Jim Hornbeck TELEPHONE NO. 505-325-8874

(This space for State Use)

APPROVED BY [Signature] TITLE DEPUTY OIL & GAS INSPECTOR, DIST. III DATE APR 11 2006
CONDITIONS OF APPROVAL, IF ANY: