Submit 3 Copies To Appropriate District Office	State of New Mexico Energy, Minerals and Natural Resources			Form C-103 May 27, 2004
<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240	Energy, witherars and water	W A Resources	ELL API NO.	RCVD DEC26'06
District II	OH CONGERNATION	į	30-045-3052	
1301 W. Grand Ave., Artesia, NM 88210	OIL CONSERVATION	1	Indicate Type of I	ease II ONS. IV.
<u>District III</u> 1000 Rio Brazos Rd., Aztec, NM 87410	1220 South St. Francis Dr.		STATE 🖂	FEE DEFE
District IV	Santa Fe, NM 87505		State Oil & Gas L	
1220 S. St. Francis Dr., Santa Fe, NM			LG-3735	
87505	ICES AND REPORTS ON WELLS	+7	Lease Name or U	nit Agreement Name
(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.)			7. Lease Name or Unit Agreement Name State	
1. Type of Well: Oil Well Gas Well Other			8. Well Number #1R	
2. Name of Operator		9.	OGRID Number	
Coleman Oil & Gas, Inc.			004838	
3. Address of Operator			10. Pool name or Wildcat	
P.O. Drawer 3337 Farmington, NM 87499			Pictured Cliffs	
4. Well Location				
Unit Letter: A: 790 fe	eet from the North line and 840 fe	et from the East line		
Section 2 Township	p 26N Range 13W NMPM (County San Juan		
	11. Elevation (Show whether DR,			
	6004' GR.			
Pit or Below-grade Tank Application 🔲 o	r Closure	_		
Pit type: Depth to Groundwat	er: feet. Distance from nearest fresh	n water well . Distan	ce from nearest surface	e water .
Pit Liner Thickness: Below-Grad	le Tank: Volumebbls;	Construction Material		
12 Check	Annronriate Boy to Indicate N	ature of Notice Re	nort or Other Da	ata
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 CASIN				TERING CASING
TEMPORARILY ABANDON	CHANGE PLANS	COMMENCE DRILLI	NG OPNS.□ P	AND A
PULL OR ALTER CASING	MULTIPLE COMPL	CASING/CEMENT J	ов 🗌 м	ULTIPLE COMPL 🏻
_				
OTHER:		OTHER:		
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.				
Coleman Oil & Gas. Inc. completed	the State #1R in the WAW Fruitlan	d Sand -Pictured Cliffs	Formation See at	tached
Coleman Oil & Gas, Inc. completed the State #1R in the WAW Fruitland Sand -Pictured Cliffs Formation. See attached.				
I hereby certify that the information grade tank has been/will be constructed as	above is true and complete to the bond closed according to NMOCD guidelines	est of my knowledge an , a general permit o	nd belief. I further coran (attached) alternat	ertify that any pit or below- ive OCD-approved plan .
1/1.6.	- 1/2			
SIGNATURE ////////////////////////////////////	TITLE:	Operations Engineer	DATE:Dece	ember 21, 2006
	Michael T	. Hanson <u>cogmhansor</u>	a@sprynet.com (5	505) 327-0356
For State Use Only	Λ			
ADDROVED BY: // ////	Assess of the second	ALL OF S CY2 IN 2 LE	TAR MET &	
Conditions of Approval (if any):	TITLE_		rion, piai & D	PATE 2 6 2006

Coleman Oil & Gas, Inc.

Friday, December 22, 2006

Well:

State#1R

Location:

790' FNL & 840' FEL (NENE)

Sec 2, T26N, R13W, NMPM

San Juan County, New Mexico

By:

Michael T. Hanson

Formation: Pictured Cliffs

Elevation: 6009' RKB

Lease:

6004' GL

LG-3735

Perforated Pictured Cliffs

MIRU and POOH with production equipment.

Perforated Pictured Cliffs Formation with 3 1/8" HEG casing gun, 90 degree phasing per Schlumberger CBL- VDL- GR- CL dated March 17, 2001 as follows:

1222' - 1228' ft

6 ft 4spf 24 holes 0.42" diameter

Isolation Packer

RIH with isolation packer on 2 7/8" rental string and set Packer @ 1216' KB. Pumped 40 barrels of 2 % KCL water and established rate into formation.

Hydraulic Fracture Stimulation

Rigged up Hydraulic Fracture Equipment and Pressure Tested and held Safety Meeting. Pumped 1,000 gallons of 7.5% FE Acid. Pumped 10,100 gallons of 70% Quality N2 foam with 20# cross linked gel Pad. Pumped Proppant Laden 70% Quality Foam, 21,753 gallons of 70% Quality N2 foam with 20# cross linked gel with 50,000# 20/40 Brady Sand 1 to 5# per gallon sand. Flushed with 70% Quality N2 foam with 20# cross linked gel.

Flowed back well.

Installed Production Tubing

RIH with Coiled tubing unit and cleaned out to PBTD.

RIH with 2 3/8" Production tubing and clean out to PBTD.

RIH and landed 2 3/8" production tubing @ 1254' KB.

Ran rods and pump. Put well on production.

Leady to Produce date 10/20/06 Janson

Jew C104 - Mike Hanson