

Submit 3 Copies To Appropriate District Office
District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Ave., Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
June 19, 2008

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.
Santa Fe, NM 87505

WELL API NO. 30-025-39052
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No. V-6890-2
7. Lease Name or Unit Agreement Name SILVER OAK
8. Well Number 1
9. OGRID Number 21602
10. Pool name or Wildcat MESA QUEEN (ASSOC)
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 4360' GR

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 ☒ Gas Well ☐ Other ☐

2. Name of Operator
TRILOGY OPERATING, INC.

3. Address of Operator
P.O. BOX 7606, MIDLAND, TX. 79708

4. Well Location

Unit Letter N : 330 feet from the SOUTH line and 2185 feet from the W line
Section 8 Township 16S Range 32E NMPM LEA County

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

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐
PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐
DOWNHOLE COMMINGLE ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS ☒ P AND A ☐
CASING/CEMENT JOB ☒

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.

8/26/08 – SPUD WELL W/ 121/4" BIT USING FRESH WATER MUD

8/31/08 – TD SURFACE HOLE @1247' – RIH W/27 JTS – 8 5/8" – 32# - J55 CASING W/1247' SETTING DEPTH
CEMENT W/ 625 SX CLASS "C" W/ ADDITIVES CIRCULATE 75 SX CEMENT TO SURFACE

9/02/08 – START DRILLING 7 7/8" HOLE W/BRINE WATER

9/07/08 – TD 7 7/8" HOLE @ 4430', RIH W/104 JTS – 5 1/2" – 15.50# - J55 CASING TO A SETTING DEPTH OF 4394',
CEMENT W/487 SX PREMIUM PLUS CEMENT – TOC CALCULTAED @ 1200' - RELEASE RIG @ 6:00 AM

Spud Date:

8/26/08

Rig Release Date:

9/7/08

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

SIGNATURE

TITLE: ENGINEER

DATE: 9/8/08

Type or print name: MICHAEL G. MOONEY E-mail address: MIKE@TRILOGYOPERATING.COM PHONE: 432-686-2027

For State Use Only

APPROVED BY:

TITLE

PETROLEUM ENGINEER

DATE

Conditions of Approval (if any):

SEP 16 2008