

District I
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Phone:(505) 393-6161 Fax:(505) 393-0720
District II
1301 W. Grand Ave., Artesia, NM 88210
Phone:(505) 748-1283 Fax:(505) 748-9720
District III
1000 Rio Brazos Rd., Aztec, NM 87410
Phone:(505) 334-6178 Fax:(505) 334-6170
District IV
1220 S. St Francis Dr., Santa Fe, NM 87505
Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

Form C-103
Permit 22636

SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFRENT RESERVIOR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)		WELL API NUMBER 30-015-34449
1. Type of Well:O		5. Indicate Type of Lease S
2. Name of Operator SOUTHWESTERN ENERGY PRODUCTION COMPANY		6. State Oil & Gas Lease No.
3. Address of Operator 2350 N. SAM HOUSTON PKWY E, , SUITE 300 HOUSTON , TX 77032		7. Lease Name or Unit Agreement Name KARLSBAD CORRAL 11 STATE
4. Well Location Unit Letter B : 10 feet from the N line and 1980 feet from the E line Section 11 Township 25S Range 29E NMPM Eddy County		8. Well Number 003H
11. Elevation (Show whether DR, KB, BT, GR, etc.) 3065 GR.		9. OGRID Number 148111
Pit or Below-grade Tank Application ☐ or Closure ☐ Pit Type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____ Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____		10. Pool name or Wildcat

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 OF PLANS ☐ PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐ Other:	SUBSEQUENT REPORT OF: REMEDIAL WORK ☐ ALTER CASING ☐ COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDON ☐ CASING/CEMENT JOB ☐ Other: Drilling/Cement ☒

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.
Spudded well at 1700 hrs 02/08/2006. Drilled 12-1/4" hole to 775'. Ran 9-5/8" casing to 775'. Cemented with 300 sxs Poz "C" @ 12.7 ppg followed by 200 sxs Class "C" @ 14.8 ppg. Circulated 69 bbls (200 sxs) of cement to surface. Plug down at 1430 hrs 2/10/2006. Installed wellhead. NU and tested BOP's. WOC time: 32.5 hrs. Tested 9-5/8" casing to 1000 psig with 10.0 ppg brine at 0100 Hrs 2/11/2006 with no leak-off.12/8/2006 Spudded well.

Casing and Cement Program

Date	String	Fluid Type	Hole Size	Csg Size	Weight lb/ft	Grade	Est TOC	Dpth Set	Sacks	Yield	Class	1" Dpth	Pres Held	Pres Drop	Open Hole
02/09/06	Surf	FreshWater	12.25	9.625	32	J-55	0	775	300	1.88	Poz "C"		1000		0
02/09/06	Surf	FreshWater	12.25	9.625	32	J-55		775	200	1.34	"C"		1000		0

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines ☐ , a general permit ☐ or an (attached) alternative OCD-approved plan ☐ .

SIGNATURE Electronically Signed TITLE Manager DATE 2/13/2006
Type or print name Justin Bender E-mail address justin_benden@swn.com Telephone No. 281-618-4797

For State Use Only:
APPROVED BY: Bryan Arrant TITLE Geologist DATE 2/14/2006 9:38:46 AM