| Submit 3 Co Appropriate District Office   | State of New Mexico                     |                                    | Form C-103  |
|---|---|------------------------------------|---|
| Distric   | Energy, Minerals                        | and Natural Resources              | May 27, 2004  |
| 1625 N. P. Hobbs, NM 88240  |   |                                    | WELL API NO.  |
| District II   | OIL CONSERVATION DIVISION               |                                    | 30-015-34554  |
| 1301 W., Artesia, NM 88210<br>District III  | 1220 South St. Francis Dr.              |                                    | 5. Indicate Type of Lease                                 |
| 1000 Rio Brazos Rd., Aztec, NM 87410  |   |                                    | STATE  FEE  |
| District IV   | Santa Fe, NM 87505                      |                                    | 6. State Oil & Gas Lease No.                              |
| 1220 S. St. Francis Dr., Santa Fe, NM<br>87505  |   |                                    |   |
| SUNDRY NOT  | ICES AND REPORTS OF                     | NWELLS                             | 7. Lease Name or Unit Agreement Name                      |
| (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) |   |                                    | WC "4"  |
| 1. Type of Well: Oil Well   | Gas Well Other                          | ₩ 19.18.12                         | 8. Well Number  |
| 2. Name of Operator   |   | िं दें हैं                         | 9. OGRID Number   |
| CHI OPERATING, INC  | 155                                     | 2 85 X                             | 004378  |
| 3. Address of Operator  | N.S.                                    |                                    | 10. Pool name or Wildcat                                  |
| PO BOX 1799 MIDLAND, TX   | 79702                                   |                                    | HAPPY VALLEY MORROW                                       |
| 4. Well Location  | *************************************** | Torus vos                          |   |
| Unit Letter LOT 1: 110  | 00 feet from the NOR                    | TH line and 990                    | feet from the EAST line                                   |
|   |   |                                    |   |
| Section 4 Town  | ship 22-S Range 26                      |                                    | County  |
|   | 11. Elevation (Snow wi                  | hether DR, RKB, RT, GR,<br>3216 GR | etc.)   |
| Pit or Below-grade Tank Application 🔲   | or Closure                              | 3210 GK                            |   |
| 1   | <u> </u>                                | sch water well ±1000" Diete        | nas from nespect confess water. NA                        |
| Pit type <u>DRLG</u> to Groundwater +117° Distance from nearest fresh water well +1000° Distance from nearest surface water <u>NA</u>                         |   |                                    |   |
| Pit Liner Thickness: 12 mil   | Below-Grade Tank: Volume                | bbls; Co                           | nstruction Material                                       |
| 12. Check   | Appropriate Box to In                   | dicate Nature of Noti              | ce, Report or Other Data                                  |
| NOTICE OF I   | TT. T. O. I. T. O.                      | 1 0                                |   |
|   | ITENTION TO:                            |                                    | JBSEQUENT REPORT OF:                                      |
| PERFORM REMEDIAL WORK   | PLUG AND ABANDON                        |                                    | <u> </u>  |
| TEMPORARILY ABANDON   | CHANGE PLANS                            |                                    | DRILLING OPNS. P AND A                                    |
| PULL OR ALTER CASING  | MULTIPLE COMPL                          | ☐ CASING/CEM                       | ENT JOB   |
| OTHER:  |   | OTHER:                             |   |
|   | leted operations (Clearly               |                                    | and give pertinent dates, including estimated date        |
|   |   |                                    | Attach wellbore diagram of proposed completion            |
| or recompletion.  |   |                                    |   |
| Drilled 8 3/4" hole t/11,538'. Ran 51/2   | " 20#/17# csg. Cmtd w/1s                | stg, 640sxs "C"+ .8% BA-           | 10+.65% CD-32+.36%FL-52. 2nd Stg, Lead                    |
|   |   |                                    | OC 7500'. LD BOP, inst "C" section, jet &                 |
| clean pits, release rig, 11/8/06.   |   | •                                  | , , , , , , , , , , , , , , , , , , ,                     |
|   |   |                                    |   |
|   |   |                                    |   |
|   |   |                                    |   |
|   |   |                                    |   |
| I hereby certify that the information   | above is true and complet               | te to the best of my knowl         | edge 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 permi      | or an (attached) alternative OCD-approved plan .          |
| SIGNATURE: DOOUL  | WILLE:                                  | Regulatory Clerk                   | DATE: 11/27/2006  |
| SIGNATURE. 1700 00  | O, OOO - IIILE:                         | Acgulatory Clerk                   | DATE: 11/27/2006 .  |
| Type or print name Robin Askew  | E-mail address:                         | on 1                               | mhana Na. 422 605 5001                                    |
|   |   | ומו                                | SDIKDIE IND 437-DA3-3091                                  |
| For State Use Only  | C-man addicss                           | Tel                                | ephone No: <u>432-685-5001</u>                            |
|   | <del></del>                             |                                    | ephone No. <u>432-083-3001</u>                            |
| For State Use Only  APPROVED BY:  | Yene                                    |                                    | DATE  |

12/5/06