

District I

1625 N. French Dr., Hobbs, NM 88240

District II

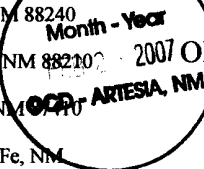
1301 W. Grand Ave., Artesia, NM 88210

District III

1000 Rio Brazos Rd., Aztec, NM 87401

District IV

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



OIL CONSERVATION DIVISION
1220 South St. Francis
Santa Fe, NM 87505

WELL API NO. 30-015-10906
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No. E-9262
7. Lease Name or Unit Agreement Name North Benson Queen Unit
8. Well Number 42
9. OGRID Number 5300
10. Pool name or Wildcat Queen - Grayburg

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 Arena Resources, Inc.
3. Address of Operator 4920 S. Lewis, Suite 107, Tulsa, OK 74105

4. Well Location Unit Letter F : 1980 feet from the North line and 1980 feet from the West line Section 32 Township 18S Range 30E NMPM County Eddy

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
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Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/>
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 _____

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

NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/> PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPL <input type="checkbox"/> OTHER: <input type="checkbox"/>	SUBSEQUENT REPORT OF: REMEDIAL WORK <input checked="" type="checkbox"/> ALTERING CASING <input type="checkbox"/> COMMENCE DRILLING OPNS. <input type="checkbox"/> P AND A <input type="checkbox"/> CASING/CEMENT JOB <input type="checkbox"/> OTHER: <input type="checkbox"/>
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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.

2-14-07 Drill out CIPB at 2590', Clean out to 3171'.
 2-15-07 Pump scale converter and acidized perf 2699 - 3133'.
 2-16-07 Run injection tbg and packer. Set packer at 2627'. Run MIT for state. Passed test.
 2-19-07 Put well on injection.
 2-23-07 200 BPD at 700 psi.

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 Danny M. Palmer TITLE Production Supervisor DATE 2-26-07

Type or print name Danny M. Palmer E-mail address: dpalmer@arenaresourcesinc.com Telephone No. (505) 738-1739
For State Use Only

APPROVED BY: Gerry Guye TITLE Deputy Field Inspector DATE FEB 26 2007
 Conditions of Approval (if any): District II - Artesia

