

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
May 27, 2004

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

WELL API NO. 30 - 015 - 34205
Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Esperanza "24"
8. Well Number 001
9. OGRID Number 233545
10. Pool name or Wildcat Carlsbad; Morrow, South (Gas)

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3171' GR

Pit or Below-grade Tank Application ☐ or Closure ☐

Pit type Drilling Depth to Groundwater 77' Distance from nearest fresh water well >1000' Distance from nearest surface water >1000'
Pit Liner Thickness: 20 mil Below-Grade Tank: Volume 20,000 bbls; Construction Material _____

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

BOLD ENERGY, LP

3. Address of Operator

415 W. Wall, Suite 500 Midland, Texas 79701

4. Well Location

Unit Letter E : 1685' feet from the North line and 1935 feet from the West line

Section 24

Township 22S

Range 26E

NMPM

County Eddy

11. Elevation (Show whether DR, RKB, RT, GR, etc.)

3171' GR

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 ☐
OTHER: ☐

SUBSEQUENT REPORT OF:

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

BOLD ENERGY, LP requests approval of the following proposed changes to its drilling plan:

1. Nabors Drilling USA, Inc. Rig #142 has been contracted and a schematic of the rig layout is attached.
2. Utilize 13 5/8" - 5000 psi BOP equipment to drill to 7" intermediate casing point @ 8930' MD = 8800' TVD. For drilling below 7" to 11,946' MDTD, 7 1/16" - 10,000 psi BOP equipment will be used. Please see attached schematics.
3. Substitute 7" 23.0# HCP-110 LTC casing for 7" 26.0# HCP-110 LTC as the second intermediate.
4. Production casing will be a full string of 4 1/2" 13.5# P-110 LTC from 0' - TD rather than setting a production liner.

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  TITLE Agent for BOLD ENERGY, LP DATE 5 / 22 / 07

Type or print name D. C. Dodd E-mail address: ddodd@sierra-engineering.net Telephone No. 432 / 683-8000

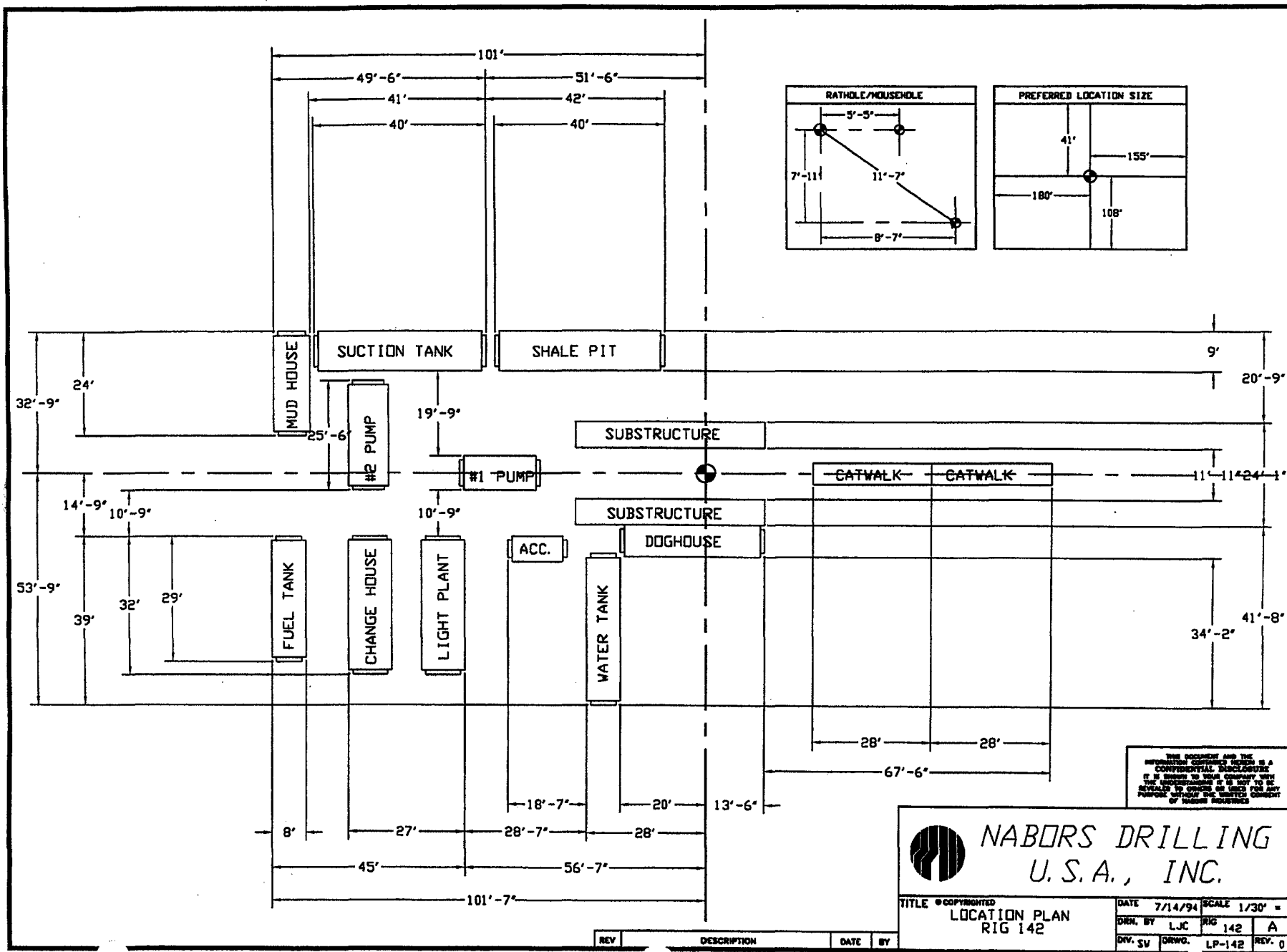
For State Use Only

BRYAN G. ARRANT

APPROVED BY: DISTRICT II GEOLOGIST TITLE

MAY 31 2007
DATE

Conditions of Approval (if any):

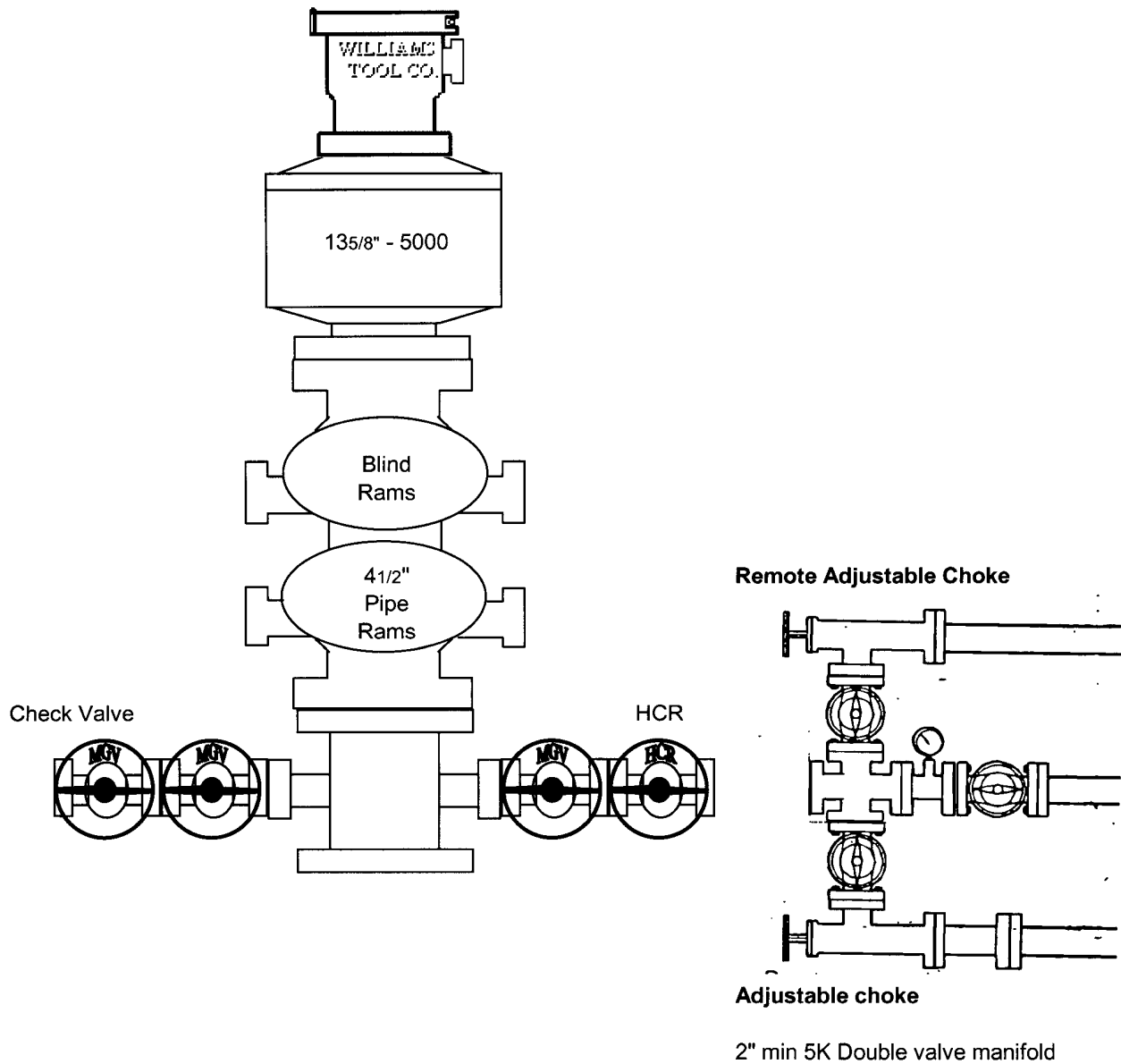


BOPE Schematic

BOLD ENERGY, LP

Esperanza "24" #1

135/8" - 5000 psi BOP: Drilling from 400' to 7" Intermediate TD = 8930' MD



BOPE Schematic

BOLD ENERGY, LP

Esperanza "24" #1

7 1/16" - 10K BOP: Drilling Below 7" Intermediate - TD

7 1/16" - 10K Stack

