Submit 3 Copies To Appropriate District State of New Mexico Form C-103 Office May 27, 2004 Energy, Minerals and Natural Resources District I WELL API NO. 1625 N. French Dr., Hobbs, NM 88240 District II 30 - 015 - 35738OIL CONSERVATION DIVISION 1301 W. Grand Ave., Artesia, NM 88210 5. Indicate Type of Lease District III 1220 South St. Francis Dr. STATE 🛛 1000 Rio Brazos Rd., Aztec, NM 87410 Santa Fe, NM 87505 District IV 6. State Oil & Gas Lease No. 1220 S. St. Francis Dr., Santa Fe, NM **BO 8096** SUNDRY NOTICES AND REPORTS ON WELLS 7. Lease Name or Unit Agreement Name (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A Solomon State Com DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) 8. Well Number 1. Type of Well: Oil Well Gas Well Other DEC 4 2007 **1Y** 2. Name of Operator 9. OGRID Number **OCD-ARTESIA BOLD ENERGY, LP** 233545 3. Address of Operator 10. Pool name or Wildcat **Turkey Track; Morrow 86480** 415 W. Wall, Suite 500 Midland, Texas 79701 4. Well Location Unit Letter H: 1429 feet from the North line and 840 feet from the East line Section **Township** 198 Range 29E **NMPM** County Eddy 11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3375' GR Pit or Below-grade Tank Application or Closure Depth to Groundwater Distance from nearest fresh water well Distance from nearest surface water___ Pit Liner Thickness: Below-Grade Tank: Volume bbls; Construction Material 12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: ALTERING CASING PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WORK TEMPORARILY ABANDON **CHANGE PLANS** COMMENCE DRILLING OPNS. P AND A П PULL OR ALTER CASING MULTIPLE COMPL CASING/CEMENT JOB П OTHER: Morrow Completion - Continued 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. 9/24/2007: MIRU swab unit. SITP = 680 psi. SICP = 1,780 psi. SFL = 4,400'. EFL = 6,900'. Swabbed 118 bbls. Started flowing. Intial FTP = 500 psi, FCP = 1520 psi on 48/64" CK. Final FTP = 0 psi. Final FCP = 800 psi. Flowed 19 bbls. Load recovered = 781 bbls (34.0%). 9/25/2007: SITP = 930 psi. SICP = 1,350 psi (12 hrs). Blew down tubing with no flow. IFL = 4,700'. Rec 44 BW. FFL = 5,400'. TP = 0 psi. CP = 1,400 psi. Load recovery = 35.9%. Swab line parted leaving +/- 5,000' in hole. 9/26/2007: SITP = 600 psi. SICP = 1,700 psi. Blew down tubing and casing with no liquid recovery. ND WH. NU BOPE. Leave well open to tank w/ Tetra hand on location. 9/27/2007: No fluid recovery overnight - well dead. TOOH w/ TBG. Found sand line at 114 stands out. Small amount of sand on wire cup - sand line brittle. TIH w/ SN on 368 jts 2-3/8" tubing. NU WH. SION. 9/28/2007: SITP = 600 psi. SICP = 350 psi. IFL = 4,800'. 18 runs recovering 45 BW. Load recovery = 37.8%. 9/29/2007 – 10/3/07: Swabbed to 53.9% load recovery. No sustained flow. SIW. RDMO swab rig. Wait on pipeline. 10/10/2007; SITP = 2,000 psi. SICP = 1.675 psi. 10/23/2007; Begin pit reclamation. 10/24/2007: Begin pipeline and facility installation. 11/2/2007: Put to sales. 11/4/07: Well not flowing. SIW. 11/6/2007: SITP = 300 psi. SICP = 1,750 psi. Blow down tubing. No liquid. Swab. IFL = 3,700'. 22 BW recovered. FFL = 4,700'. (55% LR). 11/7/07 - 11/20/07: Swabbing. Recovered 83.8% of load. No sustained flow, SIW. Evaluate up-hole potential. 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 belowgrade tank has been/will be constructed or closed according to NMOCD guidelines 🔯, a general permit 🗋 or an (attached) alternative OCD-approved plan 🗀. **SIGNATURE** TITLE Operations Engineering Manager DATE 11/28 / 07 Type or print name ___Shannon L. Klier ____ E-mail address: __shannon.klier@boldenergy.com _ Telephone No. 432 / 686-1100

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FOR RECORDS ONLY TITLE APPROVED BY:

DATE DEC 0 6 2007

BOLD ENERGY, LP Solomon State Com #1Y WI: 65 546 NRI: 53 646% Elevation: 3.375 API: 30-015-35738 Surface Location 1429' FNL & 840' FWL Legal Description Section 10 - T198 - R29E **KB**: 18 Meas. TD: 11,636 TVD: 11.636 Field: Turkey Track PBD: 11,591' (I'C) County: Eddy Zone: Morro State: New Mexico Casing Hole Weight Grade Top Bottom Burst 80% Burst Sacks TOC Surface Casing 13-3/8 Surface (1*) 300 8-5/8 11" 32# I-55 3.020 3.930 3.144 900 Surface (circ) Surface (circ) 7-7/8 P-110 5-1/2 11,636 10,640 8,512 1,285 Date Spud at original surface location. Apparent karst encountered: P & A conductor hole and STBY rig. Major lost circulation below conductor. Pits drained from karst. Build new location. 7/20/2007 7/29/2007 Drill conductor hole at new surface location. Stuck BHA. Could not free. Cut off drive kelly and leave in hole Fill conductor hole with cement and built new cellar 9' to the South 7/31/2007 Set and cemented conductor at 40' MIRU Nabors 142 from original location 8/1/2007 Spud at final surface locaton Encountered major lost circulation 9/4/2007 luction hole 9/5/2007 Ran OH logs without event. Could not get past 11,280' w/ RFT tools 9/7/2007 Ran casing and released drilling rig Ran CBL from PBTD (11,540') to 8,000' w/ 2,000 psi Bond good 9/15/2007 9/17/2007 Ran bit and scraper to PBTD. Pressure tested casing to 8,000 psr. Pickled tubing and casing w/500 gal 7.5% HCL. 9/18/2007 POOH w/ bit & straper Perforated w/ 3-3/8* casing guns 4 spf, 120° phasing, 0 43° EHD 11,485° - 11,489' (16 holes) Broke down perfs at 6,950 psi at 4 2 BPM Pavg = 6,750 psi Qavg = 4 0 BPM ISIP = 6,500 psi 5 min SIP = 5,320 psi 10 min SIP = 4,640 psi 15 min SIP = 4,070 psi Intermediate Casing 3-5/8" at 3,020 Perforated w/ 3-3/8° casing guns 4 spf, 120° phasing, 0.43° EHD. 11,439° -11,445′ (24 holes). No flow THH w/ STD SN on 368 jts 2-3/8° 4.7# 1-80 tubing w/ blast joint sub + carbide frac rings at surface MIRU BJ frac equipment and nitrogen equipment. Frac'd via tubing x/ casing annulus as follows. 9/20/2007 2,000 gallons 15% HCL acid followed by 1020 bbls 35# lightning pad at 24 bpm + 10,000 scfm N2 1179 bbls 30# lightning + 122,500 lbs 20/40 CarboProp from 0.5 ppa to 4.0 ppa ISIP = 5,399 psi ATP = 7,589 psi APR = 23 6 bpm (liquid) APR = 10,000 scfm (N2) Total load to recover = 2,299 bbls Flowed well while circulating nitrogen do Load recovered = 663 bbls (29 0%) 9/23/2007 2-3/8" 4 7# L-80 Tbg (Class B) MIRU swab unit SITP = 680 psi SICP = 1,780 psi SFL = 4,400° EFL = 6,900° Swabbed 118 bbls Started flowing Intial FTP = 500 psi, FCP = 1520 psi on 48/64° CK Final FTP = 0 psi Final FCP = 800 psi Flowed 19 bbls 9/24/2007 SN on 368 jts Load recovered = 781 bbls (34 0%) SITP = 930 psi SICP = 1,350 psi (12 hrs) Blew down tubing with no flow IFL = 4,700' Rec 44 BW FFL = 5,400' TP = 0 psi CP = 1,400 psi Load recovery = 35 9% Swab line parted leaving 4/- 5,000° in hole SITP = 600 psi SICP = 1,700 psi Blew down tubing and casing with no liquid recovery ND WH NU BOPE Leave well open to tank w/ Tetra hand on location No fluid recovery overnight - well dead TOOH w/TBG Found sand line at 114 stands out Small amount of sand on wire cup - sand line brittle TIH w/ SN on 368 jts 2-3/8" tubing NU WH SION 9/28/2007 SITP = 600 psi SICP = 350 psi IFL = 4,800° 18 runs recovering 45 BW. Load recovery = 37 896 SITP = 620 psi SICP = 720 psi IFL = 4,800° 21 runs recovering 99 BW. Load recovery = 42 196 10/1/2007 SFTP = 1100 psi SICP = 1240 psi IFL = 4,600' Made 16 runs recovered 85 BW Well began to flow After 1st hour of flowing TP = 80 psi CP = 740 psi Recovered 17 5 bbls After 1st hour of flowing IP = 80 psi CP - 740 ps. (Recovered 17.5 bbls After 2nd hour of flowing IP = 40 psi CP - 620 psi Recovered 6.5 bbls Total liquid recovered for the day = 109 bbls Load Recovery = 46 896 SITP = 1,200 psi SICP = 1,300 psi Open tubing to test tank Well flowing After 1st hour TP = 100 psi CP = 1,100 psi Recovered 16 bbls After 2nd hour TP = 80 psi CP = 950 psi Recovered 12 bbls 10/2/2007 After 3rd hour TP = 10 psi CP = 750 psi Recovered 5 bbls Mad 9 additional runs FL scattered from top to btm. Waited 1 hour and recovered 3 bbls on final run Total liquid recovered for the day = 60 bbls Load Recovery = 51 5% 10/3/2007 SITP = 1,100 psi SICP = 1,240 psi. Open tubing to test tank. Well flowing Flowed 30 minutes and recovered 1 bbls. Made 7 runs and rec 31 bbls. Well flowing w/ 100 psi FTP & 1,200 psi CP 1st hour rec 15 bbls FTP = 70 psi CP = 700 psi 2nd hour rec 7 bbls FTP = 20 psi CP = 600 psi Total recovered liquid for the day = 54 bbls (53 9%) SI RDMO swab rig, Wait on pipeline 10/10/2007 SITP = 2,000 psi SICP = 1,675 psi 10/23/2007 10/24/2007 Begin pipeline and facility installation 11/2/2007 First sales SITP = 300 ps. SICP = 1,750 ps. Blow down tubing. No liquid. Swab. IFL = 3,700'. 22 BW recovered. FFL = 4,700'. (55% LR) SITP = 500 ps. SICP = 1,800 ps. Blow down tubing. No liquid. Swab. IFL = 4,800'. Swabbed 18 bbls in 4 runs. Well began flowing at 1,000 ps. FPP and 1,600 ps. CP. Unloaded 12 bbls to tank. Put to sales (by passing compressor) on 22/64. Flowed 3 hrs and died recovering 28 bbls. Swabbed 42 bbls in 10 runs. SIW. Recovered 82 bbls. Se 6% LR. 951 bbls. LTR. SITP = 600 ps. SICP = 1,200 ps. Blow down tubing. No liquid. Swab IFL = 5,600'. Swabbed 74 bbls in 23 runs. FHL = 3,500'. Gassing on last two runs. SIW. 61.9% LR. 870 BBLS. LTR. SITP = 1,250 ps. SICP = 1,350 ps. Blow down tubing and rec. 5 bw. Swab. IFL = 5,000'. Swabbed 35 bbls in 10 runs. Well flowed for 3 brs. tot and 8 x80 ps. FTP. 700 os. CP. Made 7 bbls. while flowing. Left growth tank. 64.7% LR. 811 BBLS. LTR. 11/6/2007 11/8/2007 Well flowed for 3 hrs to tank at 80 psi FTP, 700 psi CP Made 7 bbls while flowing. Left open to tank 64 7% LR 811 BBLS LTR 11/10/2007 TP = 0 psi SICP = 1,200 psi Swab IFL = 4,200' Swabbed 29 bbls in 12 runs. Well flowing to tank on 48/64" CK 66% LR 782 BBLS LTR 11/12/2007 TP = 0 psi SICP = 1,450 psi Swab IFL = 500' Swabbed 35 bbls in 12 runs. Well flowing to tank on 48/64° CK FTP = 150 psi CP = 800 ps Flowed 13 bbls 1st hr Flowed 4 bbls 2nd hr Well died w/710 psi on csg Swabbed 14 bbls in 6 runs Final FL = 7,800° Left well open to tank 68 9% LR 716 bbls LTR 11/13/2007 TP=0~PSI~SICP=1,1150~psi~Swab~IFL-5,200'~Swabbed~42~bbls~in~14~runs~Well~flowing~to~tank~on~48/64"~CK~FTP=100~psi~CP=900~psi~Flowed~12~bbls~1st~HR~Flowe~3~bbls~2nd~HR~Well~Died~w/650~PSI~on~csgSwabbod 12 bbls in 4 runs FFL = 6,200° Left well open to tank Recovered add'l 15 bbls overnight 72 5% LR 632 bbls LTR 11/14/2007 TP = 0 ps. SICP = 1150 ps. SWAB IFL = 5,400° Swabbed 43 bbls in 12 runs. Swabbing from from SN 74 4% LR 589 bbls LTR SIW & SDFN $SITP = 1,040 \ psi \ SICP = 1,150 \ psi \ IFL = 3,500 \ scattered \ Swabbed 10 \ runs periodically all day \ Switch to sales after each run Leave open to sales overnight \ Total recovered liquid = 41 bbls \ 76\,2\% \ LR \ 548 bbls \ LTR$ 11/15/2007 SN at 11,361 11/16/2007 TP = 50 psi SICP = 1,000 psi IFL = 5,100' scattered. Swabbed 6 runs periodically all day. Switch to sales after each run Leave open to sales overnight | Total recovered liquid = 25 bbls | 77 3% LR | 523 bbls | LTR | TP = 20 psi | SICP = 950 psi | IFI = 5,100' scattered | Swabbed 9 runs periodically all day | Switch to sales after each run Lower Morrow Perfs 11,439' - 11,445' 11/17/2007 Leave open to sales overnight. Total recovered liquid = 36 bbls. 78 896 LR. 487 bbls 1/1 R. TP = 25 psi. SICP = 1,200 psi. IFL = 5,400° scattered. Swabbed 14 runs periodically all day. Switch to sales after each run. 11,485' - 11,489 Leave open to sales overnight. Total recovered liquid - 57 bbls. 81.3% LR. 430 bbls LTR. Production Casing 11/20/2007 TP = 20 psi SICP = 850 psi IFL = 4,500' scattered Swabbed 19 runs periodically all day Switch to sales when well would flow 5-1/2" at 11,636 Leave open to sales overnight Total recovered liquid = 46 bbls 83 8% LR 373 bbls LTR PBTD at 11.591' (FC)