| 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  OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505 |   | Form C-103                                      |
|---|---|---|
|   |   | June 19, 2008 WELL API NO.                      |
|   |   | 30-015-23913  5. Indicate Type of Lease         |
|   |   | STATE x FEE                                     |
|   |   | 6. State Oil & Gas Lease No.<br>NM109695X       |
| SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A   |   | 7. Lease Name or Unit Agreement Name            |
| DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS)  |   | SOUTH RED LAKE II UNIT  8. Well Number 43       |
| 1. Type of Well: Oil Well X Gas Well Other  2. Name of Operator   | Acr                                       | 9. OGRID Number                                 |
| FAIRWAY RESOURCES OPERATING LLC   | OCT 2 1 2008                              | 241598  |
| 3. Address of Operator 538 SILICON DRIVE, SUITE 101, SOUTHLAKE, TX  | 7609OCD-ARTESIA                           | 10. Pool name or Wildcat<br>REDLAKE/QN/GRYBG/SA |
| 4. Well Location  |   |   |
| Unit Letter K : 1650 feet from the Section 36 Township 17   |   |   |
|   | S Range 27E whether DR, RKB, RT, GR, etc. |   |
|   |   |   |
| 12. Check Appropriate Box to Indicate Nature of Hotice, Report or Other Data  |   |   |
| NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF:   |   |   |
| PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐ REMEDIAL WORK ☐ ALTERING CASING ☐  |   |   |
| TEMPORARILY ABANDON X CHANGE: PLANS PULL OR ALTER CASING ☐ MULTIPI E COMPL  |   | <del></del>                                     |
| PULL OR ALTER CASING  | CASING/CEMEN                              |   |
| 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.  |   |   |
| Spud date: 9/23/81  |   |   |
| 8 5/8" surface casing at 452'. Cement 350 sxs circ to surface   |   |   |
| 4 ½" casing at 1764' cemt with 610 sxs cement.  | A   | ACCEPTED FOR RECORD                             |
| 2 3/8" tbg set at 1739'.  |   |   |
| December 1 to T & A   |   | OCT 21 2008                                     |
| Proposal to T&A Rig PU and POH with production equipment.   | G   | erry Guye, Deputy Field Inspector               |
| TOC at 1330' by CBL.<br>Go in hole and set CIBP at 1400'. Spot 25 sxs cemnt plug  | 1/1/1                                     | MOCD-District II ARTESIA                        |
| Pressure test casing to 500 psi, temporarily abandon unit.  | on top.                                   |   |
| RD and move off PU.   | ,   | ,   |
|   |   |   |
|   |   |   |
| I hereby certify that the information above is true and complete to the best of my knowledge and belief.  |   |   |
|   |   |   |
| SIGNATURE Stan Hasse 1  | TITLE engineering tech                    | DATE10/17/08                                    |
| Type or print nameStar Hasse E-I For State Use Only   |   |   |
| <del></del>   | ITI C                                     | DATE  |
| APPROVED BY: Tonditions of Approval (if any):   | II DE                                     | DATE  |