

Submit 3 Copies To Appropriate District Office

District I

1625 N. French Dr., Hobbs, NM 88240

District II

1301 W. Grand Avenue, Artesia, NM

District III

88210 Rio Brazos Rd., Aztec, NM 87410

District IV

2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources

OIL CONSERVATION DIVISION
2040 South Pacheco
Santa Fe, NM 87505

Form C-103
Revised March 25, 1999

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.)		WELL API NO. 30-015-31772
1. Type of Well: Oil Well Gas Well <input checked="" type="checkbox"/> Other		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator Chi Operating, Inc.		6. State Oil & Gas Lease No.
3. Address of Operator P.O. Box 1799 Midland, Texas 79702		7. Lease Name or Unit Agreement Name: WC "3"
4. Well Location Unit Letter <u>M</u> : 990 feet from the <u>South</u> line and <u>990</u> feet from the <u>West</u> line Section <u>3</u> Township: <u>22S</u> Range: <u>25E</u> NMPM <u>Eddy</u> County:		7. Well No. #2
10. Elevation (Show whether DR, RKB, RT, GR, etc.) GR - 3187'		8. Pool name or Wildcat Happy Valley Morrow

11. 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 COMPLETION ☐
OTHER: Extend Drilling Permit ☐

SUBSEQUENT REPORT OF:

- REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDONMENT ☐
CASING TEST AND CEMENT JOB ☒

12. 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 recompilation.

Drl'd 8 3/4" hole to 10, 295'. Drl'd 7 7/8" hole to 11,467' w/5 1/2" prod. Csg 17/20# N80. Cmt'd 1st Stage w/350sxs Super "C" Mod + 15:61:11, 2nd Stage- Lead 225sxs "C" + 15% Gel + 10% Salt + 1/4 # CF, Tail 300sxs "C" = 4% Gel + 5% Salt + 1/4 # CF. Released rig @ 7:00am, 1/16/04.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Robin Askew TITLE REGULATORY CLERK DATE 2/11/04

Type or print name ROBIN ASKEW

Telephone No. 432-685-5001

(This space for State use)

APPROVED BY FOR RECORDS ONLY TITLE _____ DATE FEB 16 2004
Conditions of approval, if any: