

District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM
88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
2040 South Pacheco. Santa Fe, NM 87505

OIL CONSERVATION DIVISION
2040 South Pacheco
Santa Fe, NM 87505

Form C-103
Revised March 25, 1999

WELL API NO. 30-015-33017
5. Indicate Type of Lease <input type="checkbox"/> STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name: STEPHENS "A"
7. Well No. #2
8. Pool name or Wildcat

(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.)

Oil Well

Gas Well

Other

RECEIVED

2. Name of Operator

Chi Operating, Inc.

FEB 13 2004

7. Well No.

#2

3. Address of Operator

OCD-ARTESIA

P.O. Box 1799 Midland, Texas 79702

8. Pool name or Wildcat

4. Well Location

Unit Letter **P**: 550' feet from the SOUTH line and 1065' feet from the EAST line

Section 7 Township: 23S Range: 27E NMPM County: EDDY

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

GR -

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:

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐

COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDONMENT ☐

CASING TEST AND CEMENT JOB ☒

7

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.

Spud 11/13/03. Drld 17½" hole to 343' w/13 3/8" surface csg 68# J-55. Cmt'd w/Lead 200sxs "H" + 10% A10 + 1% Cacl + ¼# CF + 8# LCM, 4% Gel + 2% Cacl + ¼# CF, Tail w/325sxs "C" + 2% Cacl + ¼# CF, circ 200sxs. WOC. Drld 12¼" hole to 5385' w/9 5/8" csg 40# N80/J55. Cmt'd 1st Stage w/Lead 450sxs "C" + 15% Gel + 10% Salt + 1pps LCM-1, Tail 200sxs "C" + .25pps CF, 2nd Stage w/Lead 550sxs "C" + 15% Gel + 10% Salt + 1pps LCM-1, Tail 100sxs "C" + 1% Cacl2 + .25pps CF. WOC.

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

SIGNATURE [Signature] TITLE REGULATORY CLERK DATE 1/11/04

Type or print name **ROBIN ASKEW**

Telephone No. 432-685-5001

(This space for State use)

APPROVED

FOR RECORDS ONLY

FEB 16 2004

BY _____ TITLE _____ DATE _____

Conditions of approval, if any: Note time to WCC