

Submit 3 Copies To Appropriate District Office
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

State of New Mexico
Energy, Minerals and Natural Resources

OIL CONSERVATION DIVISION
2040 South Pacheco
Santa Fe, NM 87505

CLSK
OK

Form C-103
Revised March 25, 1999

WELL API NO. 30- <u>015-31842</u>
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name: CHI "16" STATE
7. Well No. #2
8. Pool name or Wildcat
10. Elevation (Show whether DR, RKB, RT, GR, etc.) GR - 3366'

SUNDRY NOTICES AND REPORTS ON WELLS
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG A WELL TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM 1001) FOR SUCH PROPOSALS.)

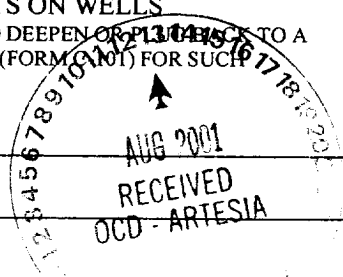
1. Type of Well:
Oil Well ☐ Gas Well ☐ Other ☐

2. Name of Operator
Chi Operating, Inc.

3. Address of Operator
P.O. Box 1799 Midland, Texas 79702

4. Well Location
Unit Letter AC : 660' feet from the FNL line and 1980' feet from the FWL line
Section 16 Township: 21S Range: 29E NMPM County: Eddy

10. Elevation (Show whether DR, RKB, RT, GR, etc.)
GR - 3366'



11. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPLETION <input type="checkbox"/>	CASING TEST AND CEMENT JOB <input type="checkbox"/>	
OTHER: <input type="checkbox"/>		OTHER: <input type="checkbox"/>	

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 recompletion.

Spud @ 2:00 hrs on 6/30/01. Drlgd to 374'. Lost total returns @ 362'. Wshd w/1" several times with no success. Finally backed off @ 138.38' leaving 12 1/4" bit, SS, 8" DC, IB, 8" DC, XO, 5-6" DCs.
P&A Chi "16" State #2. Top of Fish @ 138.38. Pmpd surface plug w/153 sks "C" & circ cmt out conductor & mouse hole. RD.
Will place Dry Hole Mkr when rig is moved off Chi "16" State #2-Y.

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 8/09/01

Type or print name Robin Askew Telephone No. 915-685-5001

(This space for State use) ORIGINAL SIGNED BY TIM W. GUM
DISTRICT II SUPERVISOR

APPROVED BY _____ TITLE _____ DATE AUG 26 2001
Conditions of approval, if any: