

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

Form C-103  
March 4, 2004

OIL CONSERVATION DIVISION  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

WELL API NO. 30-045-30993
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Ropco 16
8. Well Number #2
9. OGRID Number
10. Pool name or Wildcat

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.)

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

2. Name of Operator  
Lance Oil & Gas Company, Inc.

3. Address of Operator  
P. O. Box 70, Kirtland, NM 87417

4. Well Location  
Unit Letter C, 1186' feet from the North line and 1392' feet from the West line  
Section 16 Township 29N Range 14W NMPM San Juan County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)  
5210' GR

Pit or Below-grade Tank Application (For pit or below-grade tank closures, a form C-144 must be attached)

Pit Location: UL      Sect      Twp      Rng      Pit type      Depth to Groundwater      Distance from nearest fresh water well       
Distance from nearest surface water      Below-grade Tank Location UL      Sect      Twp      Rng      ;  
     feet from the      line and      feet from the      line

12. 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 ☐  
OTHER: Recompletion to Basin Fruitland Coal S-9 ☒

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.

On October 17, 2005, Operator, Lance Oil & Gas Company, Inc. set a retrievable bridge plug on top of the Twin Mounds Pictured Cliffs Ext. and Basin Fruitland Coal (S-8) formations, at 540' KB, thereby temporarily plugging back the Twin Mounds Pictured Cliffs Ext. and Basin Fruitland Coal (S-8) formations. Completion operations then commenced on the Basin Fruitland Coal (S-9) formation. The S-9 was perforated from 454-501' KB. On October 21, Operator frac'd the Middle Fruitland Coal (S-9) with 35,700 gals Cross-linked Gel containing 75,700 lbs of 16/30 Mesh Brady sand. Operator therefore will produce the Basin Fruitland Coal (S-9) zone only of this well for a period of time in order to establish production rate in the Basin Fruitland Coal (S-9) zone.

After production rate in the Basin Fruitland Coal (S-9) is established, Operator will then pull the bridge plug set at 540' and again produce the Twin Mounds Pictured Cliffs Ext. and Basin Fruitland Coals (S-8 and S-9) formations together.

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 below-grade tank has been/will be constructed or closed according to NMOC guidelines ☐, a general permit ☒ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE Thomas M. Erwin 11/04/05 TITLE Senior Production Engineer DATE     

Type or print name Thomas M. Erwin, P.E. E-mail address: terwin@westerngas.com Telephone No. (505) 598-5601

(This space for State use)

A. Villanueva DEPUTY OIL & GAS INSPECTOR, DIST. 8

NOV 08 2005