

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
May 27, 2004

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

WELL API NO. 30-045-09046
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. E-5316

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.)		7. Lease Name or Unit Agreement Name New Mexico Com B (17712)
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other		8. Well Number 1
2. Name of Operator Four Star Oil & Gas Company		9. OGRID Number 131994
3. Address of Operator 11111 S. Wilcrest Houston, Texas 77099		10. Pool name or Wildcat Basin Fruitland Coal/Blanco P.C.
4. Well Location Unit Letter <u>D</u> : <u>990</u> feet from the <u>North</u> line and <u>1090</u> feet from the <u>West</u> line Section <u>36</u> Township <u>30-N</u> Range <u>10-W</u> NMPM San Juan County		
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 5,956' GR		
Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/>		
Pit type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____		
Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____		

12. 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"/>	P AND A <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>	
OTHER: Install and Upgrade Surface Production Facilities <input checked="" type="checkbox"/>		OTHER: <input type="checkbox"/>	

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.

In conjunction with previously approved Sundries of well work and DHC (DHC 1457AZ) of Basin Fruitland Coal (71629) and Blanco Pictured Cliffs (72359) Pools, Four Star Oil & Gas Company anticipates increases in production volumes necessitating installation and modification of existing surface production facilities. This includes replacing and up-sizing of the existing separator and meter run, installing a dual flow line, possible installation of artificial lift equipment, and converting an existing 300 Bbl oil tank into a water tank. Upon evaluation of resulting produced volumes and water capacity issues, a determination will be made of which tanks will be necessary for production purposes which may further result in removal of the existing 95 Bbl water tank. Currently there is one 3-phase separator, one 300 Bbl oil tank, one 95 Bbl open top water tank and a meter run existing on location.

Your approval of this request to install and upgrade these surface facilities will enhance the environmental and economic capabilities of this well and lease.

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 Alan W. Bohling TITLE Regulatory Agent DATE 10/04/2006

Type or print name: Alan W. Bohling E-mail address: ABohling@chevron.com Telephone No. (432) 687-7158
For State Use Only

APPROVED BY: [Signature] TITLE DEPUTY OIL & GAS INSPECTOR, DIST. 8 DATE OCT 10 2006
Conditions of Approval (if any): Submit new allocation percentages for the commingled pools to account for increased production.