Submit 3 Copies To Appropriate District State of New Mexico Form C-103 Office May 27, 2004 Energy, Minerals and Natural Resources District I WELL API NO. 1625 N. French Dr., Hobbs, NM 88240 30 - 045 - 30358 District II OIL CONSERVATION DIVISION 1301 W. Grand Ave., Artesia, NM 88210 District III 1220 South St. Francis Dr. 5. Indicate Type of Lease 1000 Rio Brazos Rd., Aztec, NM 87410 Santa Fe, NM 87505 STATE X FEE District IV 1220 S. St. Francis Dr., Santa Fe, NM 6. State Oil & Gas Lease No. 87505 E - 3150 SUNDRY NOTICES AND REPORTS ON WELLS 7. Lease Name or Unit Agreement Name (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A WF State 36 DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) 8. Well Number #3 1. Type of Well: Oil Well Gas Well Other 9. OGRID Number 2. Name of Operator Lance Oil & Gas Company, Inc. 3. Address of Operator 10. Pool name or Wildcat P.O. Box 70, Kirtland, NM 87417 Atm: Tom Erwin **Basin Fruitland Coal** 4. Well Location Unit Letter feet from the South line and 1,805 feet from the West line : 1,385 NMPM San Juan County Section 36 **Township** 30N Range 15W 11. Elevation (Show whether DR, RKB, RT, GR, etc.) 5275' Gl 5280' KB Pit or Below-grade Tank Application 🛭 or Closure 🔲 Pit type Lined P&A Pit Depth to Groundwater > 50' Distance from nearest fresh water well > 200' Distance from nearest surface water > 200' Pit Liner Thickness: 12 mil Below-Grade Tank: Volume bbls; Construction Material Impervious Material 12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data SUBSEQUENT REPORT OF: **NOTICE OF INTENTION TO:** PERFORM REMEDIAL WORK □ PLUG AND ABANDON REMEDIAL WORK П ALTERING CASING | **TEMPORARILY ABANDON CHANGE PLANS** COMMENCE DRILLING OPNS. P AND A **PULL OR ALTER CASING** CASING/CEMENT JOB **MULTIPLE COMPL** П P&A Pit Permit 冈 OTHER: 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. Lance Oil & Gas Company, Inc. (Lance) requests a revision to the original Sundry Notice submitted by Thomas M. Erwin dated February 7, 2007 and approved by the NMOCD on February 8, 2007. Lance requests a revision to build a small earthen P&A pit (10 ft x 20 ft x 6 ft deep) for drilling mud and cement waste fluid for the plug and abandonment operations. RCVD FEB22'07 Your timely approval would be appreciated as a rig is currently available. OIL CONS. DIV. DIST. 3 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 belowgrade tank has been/will be constructed or closed according to NMOCD guidelines [], a general permit [] or an (attached) alternative OCD-approved plan []. TITLE **SIGNATURE Production Superintendent** DATE Thomas M. Erwan. Type or print name E-mail address: tom.erwin@anadarko.com Telephone No. (505) 947-2414 For State Use Only DEPUTY OIL & GAS INSPECTOR, DIST. & DATE FEB 2 2 2007 TITLE

Conditions of Approval (if any):