

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. 30-025-36893

5. Indicate Type of Lease  
 STATE  FEE

6. State Oil & Gas Lease No.  
 300385

7. Lease Name or Unit Agreement Name  
 East Hobbs San Andres Unit

8. Well Number  
 16

9. OGRID Number  
 220420

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  
 Arena Resources, Inc

3. Address of Operator  
 4920 S Lewis, Suite 107 Tulsa Ok 74105

4. Well Location  
 Unit Letter M 810 feet from the South line and 70 feet from the West line  
 Section 29 Township 18S Range 39E NMPM Lea County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)  
 3608' GR

Pit or Below-grade Tank Application  or Closure

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

<b>NOTICE OF INTENTION TO:</b>		<b>SUBSEQUENT REPORT OF:</b>	
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: <input type="checkbox"/>		OTHER: Completed Drilling & Csg Operations <input checked="" 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.

Spud well 11/29/04, drilled to 1930' set 8-5/8"; 24#, J-55 Surface csg and cmtd w/920 sx consisting of 720 sx Halliburton light premium plus tailed in with 200 sx premium plus w/ 2% CACL. Circulated 100 sx to pit. Resume drilling & drilled to 4620 on 12/9/04; cmtd w/ 920 sx light premium plus tailed in with 200 sx Poz premium plus. Cmt did not circulate to surface. Release Rig on 12/10/04. Tag Cmt at 4574'. Perforate P4 at 4584-96' & 4604-14' Acidized with 2000 gal 15% NEFE, perf. P3 4544-58 and 4564-74'. acidized w/2500 gal 15% NEFE, and perf. P2 4516-4534 acidized w/2000 gal NEFE swabbed 101bwl to recover. 1/11/05 GIH with production tbq. Mud jt at 4605' seating nipple at 4567' and TAC at 4367'. Build well head. Hang well on. 1/11/05

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 NMOCD guidelines , a general permit  or an (attached) alternative OCD-approved plan .

SIGNATURE [Signature] TITLE Petroleum Engineer  
 DATE 2-18-05

Type or print name Henry Konan E-mail address: arenaresourcesok@aol.com Telephone No. 918-747-6060

**For State Use Only**

APPROVED BY: [Signature] TITLE PETROLEUM ENGINEER DATE MAR 23 2005  
 Conditions of Approval (if any): \_\_\_\_\_