

District I  
1625 N. French Dr., Hobbs, NM 88240  
Phone:(505) 393-6161 Fax:(505) 393-0720  
District II  
1301 W. Grand Ave., Artesia, NM 88210  
Phone:(505) 748-1283 Fax:(505) 748-9720  
District III  
1000 Rio Brazos Rd., Aztec, NM 87410  
Phone:(505) 334-6178 Fax:(505) 334-6170  
District IV  
1220 S. St Francis Dr., Santa Fe, NM 87505  
Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico  
Energy, Minerals and Natural Resources  
Oil Conservation Division  
1220 S. St Francis Dr.  
Santa Fe, NM 87505

Form C-103  
Permit 84692

|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       |  |                                 |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--|---------------------------------|
| <b>SUNDRY NOTICES AND REPORTS ON WELLS</b><br>(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVIOR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)<br>1. Type of Well:G<br>2. Name of Operator<br>H L BROWN OPERATING, LLC<br>3. Address of Operator<br>PO BOX 2237 , MIDLAND , TX 79702<br>4. Well Location<br>Unit Letter I : 1340 feet from the S line and 990 feet from the E line<br>Section 9 Township 15S Range 32E NMPM Lea County<br>11. Elevation (Show whether DR, KB, BT, GR, etc.)<br>4301 GR |  | WELL API NUMBER<br>30-025-33678 |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       |  | 5. Indicate Type of Lease<br>S  |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       |  | 6. State Oil & Gas Lease No.    |
| 7. Lease Name or Unit Agreement Name<br>NORTH FEATHER STATE UNIT                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                      |  |                                 |
| 8. Well Number<br>002                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |  |                                 |
| 9. OGRID Number<br>213179                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             |  |                                 |
| 10. Pool name or Wildcat<br>See Area 13                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               |  |                                 |
| Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/><br>Pit Type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____<br>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:<br>PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/><br>TEMPORARILY ABANDON <input type="checkbox"/> CHANGE OF PLANS <input type="checkbox"/><br>PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPL <input type="checkbox"/><br>Other: | SUBSEQUENT REPORT OF:<br>REMEDIAL WORK <input type="checkbox"/> ALTER CASING <input type="checkbox"/><br>COMMENCE DRILLING OPNS. <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/><br>CASING/CEMENT JOB <input type="checkbox"/><br>Other: <b>Perforations/Tubing</b> <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.

10-06-08: POH w/ rods and started pulling tbg.  
10-07-08: Finished POH w/ tbg.  
10-08-08: Set RBP @ 12,355'; perfed Morrow 12,288-294'(2spf)  
Started TIH w/ pkr.  
10-09-08: Finished TIH, set pkr 12,224'; swb'd well dry.  
10-09-08: Acidized w/ 1500gals 15% NEFE; started swb'g back load wtr.  
10-10-08: Swb'g back load water.  
  
10-14-08: Released pkr, latched onto RBP and POH. Start back with tbg.  
10-15-08: Finish TIH w/ tbg; ran rods and pump. Started pumping test.  
10-16-08: Pumping back load water.

### Perforations

Pool: FEATHER;MORROW, NORTH (GAS), 96195 Location: I-9-15S-32E 1340 S 990 E

| TOP   | BOT   | Open Hole | Shots/ft | Shot Size | Material | Stimulation | Amount |
|-------|-------|-----------|----------|-----------|----------|-------------|--------|
| 12288 | 12294 |           | 2        | 0.33      |          | Acid        | 1500   |

### Tubing

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 Electronically Signed TITLE DATE 11/6/2008

Type or print name Candice Adam E-mail address cadam@hlboperating.com Telephone No. 432-688-3722

For State Use Only:

APPROVED BY: Paul Kautz TITLE Geologist DATE 11/7/2008 7:16:43 AM

### Tubing Comments

OGRID: [213179] H L BROWN OPERATING, LLC

Permit Number: 84692

Permit Type: Tubing

| Created By | Comment                                                               | Comment Date |
|------------|-----------------------------------------------------------------------|--------------|
| DMULL      | OCD needs tops to approve this form. Please put in tops and resubmit. | 11/6/2008    |