

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

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

Form C-103
October 13, 2009

<p>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.)</p>		<p>WELL API NO. 30-015-37793</p>
<p>1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/></p>		<p>5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/></p>
<p>2. Name of Operator CHI OPERATING, INC.</p>		<p>6. State Oil & Gas Lease No.</p>
<p>3. Address of Operator P. O. BOX 1799, MIDLAND TX. 79702</p>		<p>7. Lease Name or Unit Agreement Name Golden Lane 16 State</p>
<p>4. Well Location Unit Letter <u>L</u> 1980 feet from the <u>South</u> line and <u>660</u> feet from the <u>West</u> line Section <u>16</u> Township <u>21S</u> Range <u>29E</u> NMPM County <u>Eddy</u></p>		<p>8. Well Number #1</p>
<p>11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3375' GL 3387' KB</p>		<p>9. OGRID Number 4378</p>
		<p>10. Pool name or Wildcat Golden Lane; Delaware South</p>

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 COMPL ☐
DOWNHOLE COMMINGLE ☐

OTHER: Recompletion
☒

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ P AND A ☐
CASING/CEMENT JOB ☐

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 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

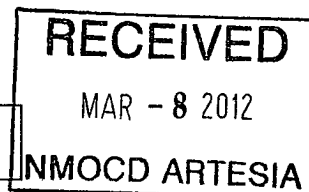
CHI OPERATING, INC. IS REQUESTING APPROVAL TO RECOMPLETE, IN THE SAME FORMATION, TO THE DELAWARE BRUSHY CANYON.

SEE ATTACHED WELL BORE DIAGRAM AND PROPOSED PROCEDURE. PLEASE CONTACT GARY WOMACK (CHI) FOR ANY QUESTIONS @ 432-634-8958.

WORK WILL START UPON APPROVAL OF C-103.

Spud Date:

Rig Release Date:



I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Barry W. Hunt TITLE Permit Agent for CHI OPERATING, INC.

DATE 3/8/12

Type or print name Barry W. Hunt E-mail address: specialpermitting@gmail.com PHONE: (575) 361-4078
For State Use Only

APPROVED BY: T. C. Shepard TITLE Geologist DATE MAR 16 2012

Conditions of Approval (if any):