

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. 30-015-20995
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No. 002175
7. Lease Name or Unit Agreement Name Franklin Federal Unit
8. Well Number 1
9. OGRID Number 180387
10. Pool name or Wildcat Crooked Creek Morrow

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  
Finley Resources, Inc.

3. Address of Operator  
1308 Lake Street, Ste. 200, Fort Worth, Texas 76102

4. Well Location  
Unit Letter N : 660' feet from the South line and 2235' feet from the West line  
Section 9 Township 24S Range 24E NMPM County Eddy

11. Elevation (Show whether DR, RKB, RT, GR, etc.)  
4038' 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

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐  
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐  
PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐

OTHER: ☐

SUBSEQUENT REPORT OF:

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

OTHER: Sidetrack ☒

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.

11/15/05 RU Patterson rig 144. NU BOP stack. Kill well w/9.2 cut brine. POOH w/2 3/8" tbg. Tbg parted. Fish same. Unlatch from packer and POOH. Left packer in hole. Run csg inspection log from 9590' - 7000'. GIH w/cmt rtnr to 9395'. Test csg to 500#. OK. Sqz below rtnr w/50sx H-neat cmt to 1300#. Run Gyro survey @ 9356', hole is 24.6' N, 250.7' W of SL. Run and set whipstock @ 9381'. Cut window in 7' csg from 9381' - 9394' oriented 26 degrees azimuth. Slide and rotate to 9883' md to max angle 23.74 degrees. Slide and rotate dropping angle to 3.26 degrees @ 10400' md (10355' tvd). BHL is now 234.2' N, 116.6' E to SL. Closure dist is 261.6' from SL. RU Precision logging & run logs. Run 4 1/2" OD 11.6# P-110 liner from 10400' md to 9023' md. Cmt liner w/200sx Premium H, 15.6ppg, 1.19 cf/sk. Bump plug w/2140 psi. Float held ok. Clean steel pits, haul off mud to disposal. Install well flange. Release & RD all rig equipment. Waiting on completion rig 12/1/05.

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 James L. Nance TITLE: Production & Operations Engineer DATE 12/05/05

Type or print name James L. Nance E-mail address: jim.nance@finleyresources.com Telephone No. (817) 231-8727

For State Use Only

APPROVED BY: FOR RECORDS ONLY TITLE \_\_\_\_\_ DATE DEC 28 2005

Conditions of Approval (if any):