

Submit 1 Copy To Appropriate District
Office
District I - (575) 393-6161
1625 N. French Dr., Hobbs, NM 88240
District II - (575) 748-1283
811 S. First St., Artesia, NM 88210
District III - (505) 334-6178
1000 Rio Brazos Rd., Aztec, NM 87410
District IV - (505) 476-3460
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
Revised July 18, 2013

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.)		WELL API NO. 30-015-24596
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other		5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator Vernon E. Faulconer, Inc.		6. State Oil & Gas Lease No. 26969
3. Address of Operator P.O. Box 7995, Tyler, TX 75711		7. Lease Name or Unit Agreement Name Challenger - Rayroux
4. Well Location Unit Letter <u>P</u> : <u>660</u> feet from the <u>South</u> line and <u>660</u> feet from the <u>East</u> line Section <u>19</u> Township <u>21S</u> Range <u>27E</u> NMPM <u>Eddy</u> County		8. Well Number 1L & 1U
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3147' GR		9. OGRID Number 148394
		10. Pool name or Wildcat Burton Flat (Morrow/Wolfcamp)

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 ☐
CLOSED-LOOP SYSTEM ☐
OTHER: ☐

SUBSEQUENT REPORT OF:

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

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.

*DUE TO POOR ECONOMIC CONDITIONS, WE HAVE SHUT IN THE CHALLENGER - RAYROUX
#1L & #1U. THE LAST PRODUCTION WAS IN JULY 2019.
WE ARE CURRENTLY EVALUATING ALL AVAILABLE OPTIONS TO BRING THE
UNIT BACK TO PRODUCTION.*

Need TSA plan by 7.20

RECEIVED

FEB 13 2020

Spud Date:

Rig Release Date:

EMNRD-OCD ARTESIA

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

SIGNATURE

Karen Charles

TITLE Production Analyst

DATE 2/7/2020

Type or print name Karen Charles

E-mail address: kcharles@vefinc.com

PHONE: 903-581-4382

For State Use Only

APPROVED BY:

Dan

TITLE Compliance Officer

DATE 2-18-20

Conditions of Approval (if any):