

Submit 3 Copies To Appropriate District
Office
District I
1625 N. French Dr., Hobbs, NM 87240
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
Revised May 08, 2003

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

WELL API NO. 30-015-33055
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. 33039
7. Lease Name or Unit Agreement Name: State 1624
8. Well Number 291
9. OGRID Number 218885
10. Pool name or Wildcat Cottonwood Creek; Wolfcamp

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 <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other <input type="checkbox"/>	RECEIVED JUL 19 2006 OCD-MTEOM
2. Name of Operator LCX ENERGY, LLC	
3. Address of Operator 110 N. Marienfeld, Ste. 200, Midland, TX 79701	
4. Well Location Unit Letter <u>C</u> : <u>660</u> feet from the <u>North</u> line and <u>1980</u> feet from the <u>West</u> line Section <u>29</u> Township <u>16S</u> Range <u>24E</u> NMPM <u>Eddy</u> County	
11. Elevation (Show whether DR, RKB, RT, GR, etc.)	

12. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
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"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPLETION <input type="checkbox"/>	CASING TEST AND CEMENT JOB <input type="checkbox"/>	
OTHER: <input type="checkbox"/>		OTHER: FRAC <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.

06/27/06 R/U BJ'S EQUIPMENT. FRAC STAGE #1: 7450' - 6910' (50 - 0.42" HOLES) W/ 4500 GALS 15% HCL ACID, 37,800 GALS 10# BRINE WATER, 45,000 GALS FRESH WATER, 8,005 GALS SLICK WATER. 1877 LBS SACKED SAND 20/40, 9,370 LBS LITE PROP 20/40. MAX PRESSURE 4852 PSI. MAX RATE 82 BPM. ISIP 1033 PSI. AVERAGE PRESSURE 3012 PSI. AVERAGE RATE 81 BPM. SET PLUG AT 6810'.

06/28/06 FRAC STAGE 2: 6725' - 6185' (50 - 0.42" HOLES) W/ 4500 GALS 15% HCL ACID, 37,800 GALS 10# BRINE WATER, 50,208 GALS SLICK WATER, 1991 LBS SACKED SAND 20/40, 9255 LBS LITE PROP 20/40. MAX PRESSURE 3186 PSI, MAX RATE 81 BPM. ISIP 1045 PSI. AVERAGE PRESSURE 2890 PSI. AVERAGE RATE 80 BPM. SET PLUG AT 6100'

CONTINUED...

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

SIGNATURE Kanicia David TITLE Regulatory Agent DATE 7/17/06

Type or print name KANICIA DAVID Telephone No. 432-848-0214

(This space for State use) **FOR RECORDS ONLY**

APPROVED BY _____ TITLE _____ DATE JUL 19 2006
Conditions of approval, if any: