

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. 30-015-01289
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. E-10068
7. Lease Name or Unit Agreement Name EAST RED LAKE UNIT
8. Well Number 2Q
9. OGRID Number 36990
10. Pool name or Wildcat RED LAKE; QN-GB-SA EAST 51340

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 E-10) FOR SUCH PROPOSALS.)	
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>	
2. Name of Operator Lothian Oil	
3. Address of Operator 200 N. LORAIN, STE. 400, MIDLAND, TX 79701	
4. Well Location Unit Letter: L 1980' feet from the SOUTH line and 660' feet from the WEST line Section 36 Township 16-S Range 28-E NMPM EDDY County	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3,611' GR	
Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/>	
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:		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 checked="" type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	P AND A <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>	
OTHER: <input type="checkbox"/>		OTHER: <input 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.

- 1) Gauge ring run.
- 2) Set CIBP within 100' of top perf.
- 3) Pressure up casing to 500#, hold for 30 min. Document with pressure chart.
- 4) Cannot have more than 10% loss of pressure in 30 min.
- 5) Displace with packer fluid.
- 6) Notify OCD 24 to 48 hours prior to test.

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 NMOC guidelines ☐, a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE: Jesse K. Lawson TITLE: Petroleum Engineer DATE: December 20, 2006

Type or print name Jesse K. Lawson E-mail address: jklawson@lothian.us Telephone No. 432-686-2458 or 686-2618

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APPROVED BY: Gary Guye TITLE: Deputy Field Inspector DATE: JAN 3 2007
Conditions of Approval (if any): District II - Artesia