

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

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

Form C-103
Revised May 08, 2003

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. 30-015-35363
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other <input type="checkbox"/>		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator LCX Energy, LLC		6. State Oil & Gas Lease No.
3. Address of Operator 110 N. Marienfeld, Ste. 200, Midland, TX 79701		7. Lease Name or Unit Agreement Name: 1724 SMITH "14"
4. Well Location Unit Letter <u>M</u> : <u>660</u> feet from the <u>SOUTH</u> line and <u>760</u> feet from the <u>WEST</u> line Section <u>14</u> Township <u>17S</u> Range <u>24E</u> NMPM County <u>EDDY</u>		8. Well Number 1
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3732' GR		9. OGRID Number 218885
		10. Pool name or Wildcat

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 COMPLETION ☐
OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDONMENT ☐
CASING TEST AND CEMENT JOB ☐
OTHER: SPUD ☒

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.

05/12/07 - 05/22/07 SPUD WELL 05/12/07 AT 8:30 PM. DRILL 17 1/2" HOLE TO 340'. SWEEP HOLE, POOH. TIH W/ 11" BIT, CONTINUE TO DRILL FROM 340' TO 1290', SWEEP HOLE, POOH TO RUN 8 5/8" CASING. RUN 8 5/8" CASING AS FOLLOWS: 8 5/8" GUIDE SHOE, 1 JT 8 5/8" 32# K55 CSG, INSERT FLOAT, 33 JTS 8 5/8" 32# CASING. RAN 5 CENTRALIZERS ON PIPE. SET CASING AT 1290'. CEMENTED CASING W/ 280 SX PVL+12%D20+3%D44+0.2%D46+6PPSD24+0.125PPSD130 MIXED AT 13.8#/G, 100 SX RFC(10-2-A)+5PPSD24+.125PPSD130 MIXED AT 11#/G, 150SX PVL+12%D20+3%D44+0.2%D46+6PPSD24+0.125PPSD130 MIXED AT 14.2#/G, 200 SX CLC+2%SI MIXED AT 14.8#/G. DISPLACE CEMENT AND BUMPED PLUG W/ 900#, HELD OK. DID NOT CIRCULATE CEMENT. WOC 6 HOURS, RAN TEMP SURVEY, TOC 675', RIH W/ 1" TBG, TAG AT 387'. 1" CEMENT IN 11 STAGES W/ 1135 SX RFC & CL C+3%CACL2. CIRCULATED 15 SX TO CELLAR. WO 24 HOURS. NIPPLE UP BOPS AND WELLHEAD. TEST BOP RAMS & ANNULAR & ALL VALVES: 300 LOW AND 2000 HIGH. TEST FLOOR VALVES & MUD LINE TO 2000 PSI. FUNCTION TEST ACCUMULATOR, OK. PICK UP 7 7/8" BIT AND REST OF BHA, TIH, DRILL CEMENT FROM 1147' - 1258', TEST CASING TO 1000 PSI, HELD OK. CONTINUE DRILLING VERTICAL HOLE.

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

SIGNATURE Kin Carrillo TITLE Regulatory Agent DATE 06/07/07

Type or print name KANICIA CARRILLO Telephone No. 432-262-4013

(This space for State use)

APPROVED BY Accepted for record - NMOCD TITLE DATE 6/14/07
Conditions of approval, if any: