

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

10-0000-1003  
May 27, 2004

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



|                                                                                                     |
|-----------------------------------------------------------------------------------------------------|
| WELL API NO<br>30-015-34235                                                                         |
| 5. Indicate Type of Lease<br>STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/> |
| 6. State Oil & Gas Lease No.                                                                        |
| 7. Lease Name or Unit Agreement Name<br>1724 Ross                                                   |
| 8. Well Number<br>121                                                                               |
| 9. OGRID Number                                                                                     |
| 10. Pool name or Wildcat                                                                            |

|                                                                                                                                                                                                        |             |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------|
| SUNDRY NOTICES AND REPORTS ON WELLS<br>(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 checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>                                                                         | OCT 11 2007 |
| 2. Name of Operator<br>LCX Energy, LLC                                                                                                                                                                 | OCD-ARTESIA |
| 3. Address of Operator<br>110 N. Marienfeld, ste 200, Midland, Texas 79701                                                                                                                             |             |
| 4. Well Location<br>Unit Letter 0 660 feet from the South line and 1880 feet from the East line<br>Section 12 Township 17S Range 24E NMPMN.M. County Eddy                                              |             |
| 11. Elevation (Show whether DR, RKB, RT, GR, etc.)<br>3,669' GR                                                                                                                                        |             |
| Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/>                                                                                                       |             |
| Pit type Steel Depth to Groundwater 210 Distance from nearest fresh water well 1000 Distance from nearest surface water 1000'                                                                          |             |
| 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 type="checkbox"/> CHANGE PLANS <input type="checkbox"/>       | COMMENCE DRILLING OPNS <input type="checkbox"/> P AND A <input checked="" 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

9/21/07 1. RIH w/ 5 1/2" C.I.B.P., set @ 4,500', circulated hole w/ 9.5# mud, cap C.I.B.P. w/ 35 sx cement. WOC, tag TOC @ 4,184'.

9/24/07 2. RIH w/ open ended tubing to 3,800', spot 25 sx cement, PUH to 3,200', spot 25 sx cement, PUH 1,700' spot 55 sx cement, WOC, tag TOC @ 1,279'. PUH to 600', spot 45 sx cement, WOC.

9/25/07 3. Tag top of cement @ 172', circulated cement from 60' to Surface, cut off wellhead, installed Dry Hole Marker, rigged down equipment & moved out.

Plugging of the well bore.  
Liability under bond is retained until surface restoration, environmental remediation and final inspection is completed.

Submit subsequent  
C-103 for  
P&A wells

OK  
P/A marker.  
Location OK  
Need C-103 Final Inspection Form

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 Howard Boatright TITLE Agent DATE 9/25/07

Type or print name Howard Boatright

E-mail address:

432-617-0208

Telephone No.

For State Use Only

APPROVED BY Phil Harkin  
Conditions of Approval (if any)

TITLE Compliance officer

DATE 10/17/07