

Submit One Copy To Appropriate District Office
 District I
 1625 N. French Dr., Hobbs, NM 88240
 District II
 811 S. First St., 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 November 3, 2011

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

WELL API NO. 30-015-29007
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Hagerman
8. Well Number 1
9. OGRID Number 4378
10. Pool name or Wildcat Delaware

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 Gas Well Other

2. Name of Operator
CHI Operating, Inc.

3. Address of Operator
P.O. Box 1799 Midland, TX 79702

4. Well Location
Unit Letter K 1650 feet from the S line and 2200 feet from the W line
Section 30 Township 22S Range 27E NMPM _____ County Eddy

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"/>	REMEDIAL WORK <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>
PLUG AND ABANDON <input type="checkbox"/>	P AND A <input checked="" type="checkbox"/>
CHANGE PLANS <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>
MULTIPLE COMPL <input type="checkbox"/>	
OTHER: <input type="checkbox"/>	<input checked="" type="checkbox"/> Location is ready for OCD inspection after P&A

- All pits have been remediated in compliance with OCD rules and the terms of the Operator's pit permit and closure plan.
- Rat hole and cellar have been filled and leveled. Cathodic protection holes have been properly abandoned.
- A steel marker at least 4" in diameter and at least 4' above ground level has been set in concrete. It shows the

OPERATOR NAME, LEASE NAME, WELL NUMBER, API NUMBER, QUARTER/QUARTER LOCATION OR UNIT LETTER, SECTION, TOWNSHIP, AND RANGE. ALL INFORMATION HAS BEEN WELDED OR PERMANENTLY STAMPED ON THE MARKER'S SURFACE.

- The location has been leveled as nearly as possible to original ground contour and has been cleared of all junk, trash, flow lines and other production equipment.
- Anchors, dead men, tie downs and risers have been cut off at least two feet below ground level.
- If this is a one-well lease or last remaining well on lease, the battery and pit location(s) have been remediated in compliance with OCD rules and the terms of the Operator's pit permit and closure plan. All flow lines, production equipment and junk have been removed from lease and well location.
- All metal bolts and other materials have been removed. Portable bases have been removed. (Poured onsite concrete bases do not have to be removed.)
- All other environmental concerns have been addressed as per OCD rules.
- Pipelines and flow lines have been abandoned in accordance with 19.15.35.10 NMAC. All fluids have been removed from non-retrieved flow lines and pipelines.
- If this is a one-well lease or last remaining well on lease: all electrical service poles and lines have been removed from lease and well location, except for utility's distribution infrastructure.

When all work has been completed, return this form to the appropriate District office to schedule an inspection.

SIGNATURE Pam Corbett TITLE Regulatory Clerk DATE 10/15/2013

TYPE OR PRINT NAME PAM CORBETT E-MAIL: pamc@chienergyinc.com PHONE: 432-685-5001

For State Use Only APPROVED BY: _____ TITLE C.O. DATE 1/16/14

Conditions of Approval (if any):

Not Ready to Release. See Attached. TW

API Well No: 30-015-29007-00-00 Owner: CHI OPERATING INC County: Eddy
 Well Name: HAGERMAN Number: 001 Inspect No: ITWG1401641360
 Well Type: Oil (Producing) UL STR K-30-22S-27E Status: Plugged (NOT Release) Fac/Proj: NA

Directions

Purpose

Normal Routine Activity
 Type
 Routine/Periodic
 Notification Type:

Date Performed: 1/16/2014
 Date NOV
 Date Extension
 Date Passed

Compliance Issues

Violation Found?
 Significant NC?
 Well Idle > 1 Year?

Check Global Comp

Insp/MIT Incident

Failed Items >>>

Write Compliance

Current Type: Status: Type Status

Respondant Change ONGARD to: 4378

Well P&A'd: Marker in place.
 Elec panel box and flowline still on location.
 Not ready to release.

Comply # Incident No Inspector: Tim Gum Duration

Generate Inspection Reports from [REPORTS] / [INSP]

API Well No: 30-015-29007-00-00 Owner: CHI OPERATING INC County: Eddy
 Well Name: HAGERMAN Number: 001 Inspect No: IREH1310630662
 Well Type: Oil (Producing) UL STR K-30-22S-27E Status: Plugged (NOT Release) Fac/Proj: NA

Directions

Purpose

Normal Routine Activity
 Type
 Routine/Periodic
 Notification Type:

Date Performed: 4/16/2013
 Date NOV
 Date Extension
 Date Passed

Compliance Issues

Violation Found?
 Significant NC?
 Well Idle > 1 Year?

Check Global Comp

Insp/MIT Incident

Failed Items >>>

Write Compliance

Current Type: Status: Type Status

Respondant Change ONGARD to: 4378

Idle Well: Last reported production: 10-1-2011.

Comply # Incident No Inspector: Ron Harvey Duration

Generate Inspection Reports from [REPORTS] / [INSP]