Submit 3 Copies To Appropriate District State of New Mexico Form C-103 Office Energy, Minerals and Natural Resources Revised May 08, 2003 District I WELL API NO. 1625 N. French Dr., Hobbs, NM 87240 015-34249 District II OIL CONSERVATION DIVISION 1301 W. Grand Ave., Artesia, NM 88210 5. Indicate Type of Lease 1220 South St. Francis Dr. District III STATE X FEE 1000 Rio Brazos Rd., Aztec, NM 87410 Santa Fe, NM 87505 District IV 6. State Oil & Gas Lease No. 1220 S. St. Francis Dr., Santa Fe, NM 87505 34967 SUNDRY NOTICES AND REPORTS ON WELLS 7. Lease Name or Unit Agreement Name: (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A 1625 State Com DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) 8. Well Number 1. Type of Well: Oil Well Gas Well X RECEIVED Other 281 2. Name of Operator 9. OGRID Number JAN 2 0 2006 LCX Energy, LLC 218885 QCU-ARTESIA 3. Address of Operator 10. Pool name or Wildcat 110 N. Marienfeld, Ste. 200, Midland, TX 79701 Cottonwood Creek-Wolfcamp 4. Well Location 660 760 North West Unit Letter feet from the line and feet from the line Section Township **16S** Range **NMPM** County Eddy 11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3546' GR 12. Check Appropriate Box to Indicate, Nature of Notice, Report, or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PERFORM REMEDIAL WORK PLUG AND ABANDON ... REMEDIAL WORK ALTERING CASING **TEMPORARILY ABANDON** CHANGE PLANS COMMENCE DRILLING OPNS. X **PLUG AND ABANDONMENT PULL OR ALTER CASING MULTIPLE** CASING TEST AND COMPLETION **CEMENT JOB** OTHER: OTHER: 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. 12/3/05 - 12/3/05 DRILL OUT 9 5/8" CASING SHOE W/ 8 3/4" BIT TO 5125'. 12/13/05 - 12/15/05 CONDITION HOLE TO RUN LOGS. RUN TDT-P-DUAL-BURST THERMAL DECAY TIME LOG THROUGH DRILL PIPE. RUN GYRO. RIG UP CEMENTERS AND SPOT 525 SX CL H+1.2% CD-31+5% SALT AT 18PPG.WOC. 12/16/05 TIH AND TAG CEMENT AT 4098'. DRILL CEMENT FROM 4098'TO 4495'. POOH, RIH W/ 8 3/4" BIT, MOTOR AND BHA. ORIENT TOOL FACE. 12/17/05 - 12/31/05 DRILL AND BUILD CURVE FOR HORIZONTAL WELL. DRILL TO 4932' MD, HAVING TROUBLE GETTING CORRECT BUILD RATE IN CURVE. TIH W/DRILL PIPE AND SPOT 410 SX CL H+1.2% CD-31+5%SALT AT 18PPG. WOC. 1/1/06 - 1/10/06 TIH AND TAG CEMENT AT 4100'. DRILL AND DRESS OFF CEMENT PLUG TO 4429'. RIH W/ 8 3/4" BIT, MOTOR AND BHA. ORIENT TOOL FACE. START DRILLING OFF KICK OFF PLUG AND BUILDING CURVE. I hereby certify that the information above is true and somplete to the best of my knowledge and belief.

\_ TITLE\_\_\_

(This space for State use)

SIGNATURE 1

APPROVED BY

FOR RECORDS ONLY

\_\_\_DAT#AN 2 3 2006

\_\_ DATE \_\_\_\_\_1/18/06

Telephone No. 432-848-0214

Regulatory Agent

Type or print name KANICIA DAVID