

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

May 27, 2004

WELL API NO.

30-015-33744

5. Indicate Type of Lease

STATE ☒ FEE ☐

6. State Oil & Gas Lease No.

7. Lease Name or Unit Agreement Name  
Two Marks 36 State

8. Well Number 2

9. OGRID Number 227001

10. Pool name or Wildcat  
Indian Basin; Upper Penn Assoc

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  
Latigo Petroleum, Inc.

3. Address of Operator 550 W. Texas, Suite 700  
Midland, TX 79701

4. Well Location  
Unit Letter N : 660 feet from the SOUTH line and 2080 feet from the WEST line  
Section 36 Township 21S Range 24E NMPM County Eddy

11. Elevation (Show whether DR, RKB, RT, GR, etc.)  
3739' GL

Pit or Below-grade Tank Application ☐ or Closure ☐

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:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐  
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐  
PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐

OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐  
COMMENCE DRILLING OPNS. ☐ P AND A ☐  
CASING/CEMENT JOB ☐

OTHER: Perforate and acidize ☒

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.

2/24/06 - Pumped 250 gals 15% HCL acid & displaced w/41 bbls FW @ 1.0 BPM. Reversed acid to pit w/57 bbls FW.  
2/27/06 - Ran GR/CCL/CBL log. TOC @ 720'. Perforated 7" 26# casing f/7870 - 7930' w/2 JSPF, 120 deg phasing.  
2/28/06 - Pumped 6 BFW & broke circ. Spot 500 gals 15% NCL f/7947' - 7636' (311'). TOH w/6 jts 2 7/8" tbg (244 jts in). Tbg open-ended @ 7756'. Set pkr @ 7630' & opened by-pass. Pumped 10 BFW to clear annulus of any spot acid. Closed by-pass & pressured annulus to 300# w/85 BFW. Acidize 7", 26# csg perforations f/7870' - 7930' (120 holes) using 6500 gals 15% NEFE HCL acid, diverting w/240 1.3 SG balls & flushed w/56 BFW. AIR = 8.2 BPM @ 1137# PP, Max-P = 3483#. Balled out twice while on flush. Total load to recover = 223 bbls.

RECEIVED

MAR 10 2006

ODD-ANTEQUA

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

SIGNATURE Lisa Hunt TITLE Regulatory Analyst DATE 03/02/2006

Type or print name Lisa Hunt E-mail address: lhunt@latigopetro.com Telephone No. (432)684-4293

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APPROVED BY: \_\_\_\_\_ TITLE \_\_\_\_\_ DATE MAR 10 2006

Conditions of Approval (if any):