

Submit 1 Copy To Appropriate District Office
 District I - (575) 393-6161
 1625 N. French Dr., Hobbs, NM 88240
 District II - (575) 748-1283
 811 S. First St., Artesia, NM 88210
 District III - (505) 334-6178
 1000 Rio Brazos Rd., Aztec, NM 87410
 District IV - (505) 476-3460
 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
 Energy, Minerals and Natural Resources

Form C-103
 Revised July 18, 2013

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

| | | |
|---|--|---|
| 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 <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/> | | WELL API NO. 30-015-36231 |
| 2. Name of Operator CHI Operating Inc. | | 5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/> |
| 3. Address of Operator P.O. Box 1799, Midland, TX 79702 | | 6. State Oil & Gas Lease No. |
| 4. Well Location Unit Letter F ; 1980 feet from the North line and 1650 feet from the West line Section 30 Township 22-S Range 27-E NMPM County Eddy | | 7. Lease Name or Unit Agreement Name Arthur |
| 11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3185' GL | | 8. Well Number 1 |
| 9. OGRID Number 004378 | | 10. Pool name or Wildcat Carlsbad, South Delaware |

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"/> | |
| DOWNHOLE COMMINGLE <input type="checkbox"/> | | | |
| CLOSED-LOOP SYSTEM <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 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

4/27/16—Set 5½ CIBP @ 2800', spot 25 sxs cmt @ 2800' CTOC @ 2547' WOC Tag @ 2532'.

4/28/16—Spot 25 sxs @ 1600' CTOC @ 1348', spot 60 sxs from 430' to surface. RDMO.

Spud Date:

Rig Release Date:

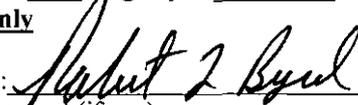
NM OIL CONSERVATION
ARTESIA DISTRICT
MAY 09 2016

RECEIVED

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

SIGNATURE  TITLE Area Mgr. DATE 5/4/16

Type or print name Greg Bryant E-mail address: _____ PHONE: 432-563-3355

For State Use Only
 APPROVED BY:  TITLE COMPLIANCE OFFICER DATE 5/12/2016
 Conditions of Approval (if any): _____