

Submit 3 Copies To Appropriate District Office

District I

1625 N. French Dr., Hobbs, NM 88240

District II

811 South First, Artesia, NM 88210

District III

1000 Rio Brazos Rd., Aztec, NM 87410

District IV

2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico  
Energy, Minerals and Natural Resources

OIL CONSERVATION DIVISION  
2040 South Pacheco  
Santa Fe, NM 87505

5 Form C-103  
Revised March 25, 1999

<b>SUNDRY NOTICES AND REPORTS ON WELLS</b> (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.)		WELL API NO. 30-015-32464
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator Chi Operating, Inc.		6. State Oil & Gas Lease No.
3. Address of Operator P.O. Box 1799 Midland, Texas 79702		7. Lease Name or Unit Agreement Name: Chi "16" State
4. Well Location Unit Letter <u>C</u> : 750 feet from the <u>North</u> line and 1980 feet from the <u>West</u> line Section <u>16</u> Township: <u>21S</u> Range: <u>29E</u> NMPM County: <u>Eddy</u>		7. Well No. 2-Z
10. Elevation (Show whether DR, RKB, RT, GR, etc.) GR -3367'		8. Pool name or Wildcat Golden Lane; Delaware, South

11. 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 COMPLETION ☐  
OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐  
COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDONMENT ☐  
CASING TEST AND CEMENT JOB ☒  
OTHER: Start completion operations ☐

12. 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 recompilation.

Set 40' conductor. Spud on 12/29/02. Drld 14 1/2" hole to 523'. Set 12 3/4" & cmtwd w/100 sks "H"+10% gyp+6 pps LCM-1=2% CaCl2, 200 sks "C"+4% gel+2% CaCl2+1 pps LCM-1, & 100 sks "C"+2% CaCl2+.25 pps CF. did not circ. RU to RU temp survey, TOC @ 150'. Cellar fell in. Moved rig off the hole. RU 1", tgd TOC @ 150'. Pmpd 450 sks "C" & circ to surface. Repair cellar, Moved rig back over the hole. Drld 11" hole to 3100'. Ran 8 5/8"-32#-J-55. Cmtwd w/575 sks "C"+15% gel+10% salt+.25 pps CF, 225 sks "C"+2% CaCl2+.25 pps CF. Drld 7 7/8" hole to 4600'. Set 5 1/2" & cmtwd w/300 sks "C"+4% Gel+5% salt+.5% FL-25+.25 pps CF. Released rig 1/27/03.

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

SIGNATURE John W. Wolf TITLE District Supervisor DATE 2/10/03

Type or print name John W. Wolf Telephone No. 915-685-5001

(This space for State use)

APPROVED BY Jim W. Wolf TITLE District Supervisor DATE MAY 28 2003

Conditions of approval, if any: