Submit 3 Copies To Appropriate State of New Mexico Form C-103 District Office Revised June 10, 2003 Energy, Minerals and Natural Resources District I WELL API NO. 1625 N. French Dr., Hobbs, 'NM 88240 District II 30 015 22894 OIL CONSERVATION DIVISION 1301 W. Grand Ave., Artesia, NM 88210 5. Indicate Type of Lease District III 1220 South St. Francis Dr. STATE X FEE 1000 Rio Brazos Rd., Aztec, NM 87410 Santa Fe, NM 87505 6. State Oil & Gas Lease No. District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 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 DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH State GQ Com PROPOSALS.) 8. Well Number 1. Type of Well: OCT 11 2007 1 Oil Well Other (Injection) X Gas Well **OCD-ARTESIA** 9. OGRID Number 2. Name of Operator OGX Resources, LLC 217955 3. Address of Operator 10. Pool name or Wildcat. Salt Draw: Bone Springs P O. Box 2064 Midland, TX 79702 4. Well Location (Surface) Unit Letter J : 1980 feet from the South line and 1980 feet from the East line Section 7 Township 25S Range 28E NMPM Eddy 11. Elevation (Show whether DR, RKB, RT, GR, etc.): 3052 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 PLUG AND **ABANDONMENT PULL OR ALTER CASING** П MULTIPLE П CASING TEST AND COMPLETION CEMENT JOB OTHER: OTHER: Plug back to Bone Springs 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. 5-7-07: MIRU Capitan wireline & set 4 1/2" CIBP @ 11,100' above Morrow perfs @ 12,544-64'. 5-8-07: Perforated Wolfcamp from 10,660-702' w/2 spf. Swabbed well. 5-16-07: Fraced Wolfcamp w/3000 gals 15% NEFE. Swabbed. 5-23-07: Added perforations in Wolfcamp from 10330-46'. Swabbing well. 6-11-07: Acidized Wolfcamp: 10,330-46 & 10,660-702' w/ 300 gals 15% HCL. Swabbing, testing, 7-12-07: Set CIBP @ 7990' w/ 10' cement on top of plug. Perforated Bone Springs from 6720-6820'. Swabbing. 7-18-07: Acidized Bone Springs w/ 4000 gals 15% NEFE. Swabbing. 8-7-07: Fraced Bone Springs w/50,000# 20/40 sand w/0,5#/gal-4.0#/gal frac gel. 8-8-07: Open to test tank. Prep to swab. 9-18-07: Produced 2 bbls oil and 18 bbls water, gas @ 800/1 GOR. Evaluating for pumping unit. OGX Resources intends to drill the State GQ Com, Well #2 in the same 320 acres as this existing well. OGX will submit C-105 and C-104 for re-completion/plug back to the Salt Draw, Bone Springs. I hereby certify that the information above is/true and complete to the best of my knowledge and belief. SIGNATURE TITLE Regulatory Agent DATE: 9-24-07 E-mail address: ann.ritchie@wtor.net Type or print name Ann E. Ritchie Telephone No. 432 684-6381 (This space for State use) 10/16/10

TITLE

Accepted for record - NMOCD

APPPROVED BY

Conditions of approval, if any: