

Submit 3 Copies To Appropriate District  
Office  
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

Form C-103  
June 19, 2008

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

WELL API NO. <b>30 - 015 - 36410</b>
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name <b>Bushby</b>
8. Well Number <b>1</b>
9. OGRID Number <b>255281</b>
10. Pool name or Wildcat <b>Loving Brushy Canyon, East</b>
11. Elevation (Show whether DR, RKB, RT, GR, etc.) <b>3022' GR</b>

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"/>	SEP 19 2008
2. Name of Operator <b>Trek Operating, LLC</b>	OCD-ARTESIA
3. Address of Operator <b>10159 E. 11th St., #401 Tulsa, OK 74128</b>	
4. Well Location Unit Letter <b>O</b> : <b>330</b> feet from the <b>South</b> line and <b>1650</b> feet from the <b>East</b> line Section <b>34</b> Township <b>23-S</b> Range <b>28-E</b> NMPM County <b>Eddy</b>	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) <b>3022' GR</b>	

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 ☐  
DOWNHOLE COMMINGLE ☐

SUBSEQUENT REPORT OF:

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

8-25-2008 Commenced drilling 7.875" hole at 455'. SEP 19 2008  
9-8-2008 Drilled 7.875" hole to 6600'. Significant loss of drilling mud into  
formations from 6000' to 6600'.  
9-9-2008 Pulled and laid down all drillstring. Down 7.875" hole, installed 5.5"  
casing (15.5 ppf J-55 and 17 ppf N-80) at 0' to 6590'. Waited for cement.  
9-10-2008 By BJ Services, cemented 5.5" casing as follows: 150 barrels mud with 32  
MCF nitrogen, 600 sacks Light "C" cement (11.5 ppg, 2.79 ft<sup>3</sup>/sx.), and 250  
sacks "C" cement (13.0 ppg, 1.65 ft<sup>3</sup>/sx.). Flushed wiper plug to 6547'.

Spud Date:

8-23-2008

Rig Release Date:

9-10-2008

Released rig. Plan to log well to surface prior to completion.

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

SIGNATURE Brad D. Burks TITLE General Manager DATE 9/16/2008

Type or print name Brad D. Burks E-mail address: office@bkxcorp.com PHONE: 918.582.3855  
For State Use Only

APPROVED BY: \_\_\_\_\_ TITLE \_\_\_\_\_ DATE \_\_\_\_\_  
Conditions of Approval (if any):