

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 ResourcesForm C-103
October 13, 2009OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

WELL API NO.

30-015-37296

5. Indicate Type of Lease

STATE ☒ FEE ☐

6. State Oil & Gas Lease No.

7. Lease Name or Unit Agreement Name

Challenger 1 State

8. Well Number 2H

9. OGRID Number 217955

10. Pool name or Wildcat

Corral Draw Delaware Northwest (96464)

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

OGX Resources LLC

3. Address of Operator

P. O. Box 2064, Midland, Texas 79702

4. Well Location

Unit Letter 3 : 660 feet from the North line and 1980 feet from the West lineSection 1 Township 25S Range 29E NMPM County Eddy

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

3118'

RECEIVED

MAR 30 2010

NMOCD ARTESIA

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 ☐OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐COMMENCE DRILLING OPNS. ☐ P AND A ☐CASING/CEMENT JOB ☒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 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

3/26/10 Ran 238 jts 5 1/2" 17# N-80 production csg to 9414'. Cmt w/270 sxs lead, 50/50 POZ C + 10% D20 + 1% D44 + 1.5% D112 + 3 PPSD42 + .125% D130. 1220 tail, PVL + 2% D174 + .3D167 + 1% D65 + .2% D46 + .3% D800. Circ 79 sxs. WOC. RIG RELEASED 3/26/2010.

Spud Date:

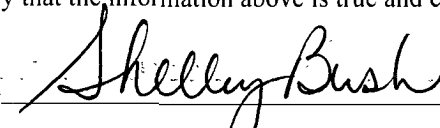
3/3/2010

Rig Release Date:

3/26/2010

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

SIGNATURE



TITLE Production Clerk

DATE 3/29/2010

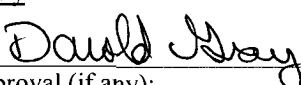
Type or print name: Shelley Bush

E-mail address: Shelley@ogxresources.com

PHONE: 432/685-1287

For State Use Only

APPROVED BY:



TITLE Field Supervisor

DATE 4-1-2010

Conditions of Approval (if any):