

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  
Revised May 08, 2003

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

<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.)		<b>WELL API NO.</b> 30-025-23691
<b>1. Type of Well:</b> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>		<b>5. Indicate Type of Lease</b> STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
<b>2. Name of Operator</b> Zia Energy, Inc.		<b>6. State Oil &amp; Gas Lease No.</b>
<b>3. Address of Operator</b> 2203 Timberloch Place, Suite 229 The Woodlands, TX 77380		<b>7. Lease Name or Unit Agreement Name</b> Greenwood
<b>4. Well Location</b> Unit Letter <u>M</u> : <u>330'</u> feet from the <u>South</u> line and <u>500</u> feet from the <u>West</u> line Section <u>9</u> Township <u>22S</u> Range <u>37E</u> NMPM Lea County		<b>8. Well Number</b> 18
<b>11. Elevation (Show whether DR, RKB, RT, GR, etc.)</b> 3403' GR		<b>9. OGRID Number</b> 025616
		<b>10. Pool name or Wildcat</b> Eunice San Andes

<b>12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data</b>	
<b>NOTICE OF INTENTION TO:</b>	<b>SUBSEQUENT REPORT OF:</b>
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 checked="" type="checkbox"/> PLUG AND ABANDONMENT <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPLETION <input type="checkbox"/>	CASING TEST AND CEMENT JOB <input checked="" 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 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

6-24-04 thru 7-13-04

MIRU Mesa Well Service workover rig. Set in equip. Dig out cellar. Rig up reverse equip. Washover dry hole marker. NU BOP. Test to 3000 psi—OK. Make up 7 7/8" bit and drill out cement plugs and clean out old wellbore. Previously drilled as Wagner, Stoltz & Brown, #1 Greenwood. Clean out to 5200'. Circ hole clean and run electric logs. TOH laying down 2 7/8" AOH DP. RU and run 115 jts, 5132' of 5.5" 17# J55 LT&C Csg. Shoe at 5132'. Float collar at 5085'. RU BJ & Cement casing w/ 575 sx Super C Modified cement. Yld -1.46 @ 13.4#/gal. Plug dn at 0500 hrs on 7-13-04. ND BOP, set slips and cut off 5.5" csg. Release rig.

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

SIGNATURE Gene Lee TITLE Agent DATE 3/10/04

Type or print name Gene Lee Telephone No. (505) 626-4292

(This space for State use)

APPROVED BY Harry W. Wink TITLE OC FIELD REPRESENTATIVE II / STAFF MANAGER DATE SEP 21 2004

Conditions of approval, if any: