

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

WELL API NO. 30-025-36760
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 Greenwood
8. Well Number #20
9. OGRID Number 25616
10. Pool name or Wildcat Eunice San Andres; SW

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"/>	
2. Name of Operator Zia Energy, Inc.	
3. Address of Operator 2203 Timberloch Place, Suite 229, The Woodlands, TX 77380	
4. Well Location Unit Letter <u>N</u> : <u>330</u> feet from the <u>South</u> line and <u>2310</u> feet from the <u>West</u> line Section <u>9</u> Township <u>22S</u> Range <u>37E</u> NMPM <u>Lea</u> County	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3402' GR	

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data	
NOTICE OF INTENTION TO:	SUBSEQUENT REPORT OF:
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 <input type="checkbox"/> PLUS AND ABANDONMENT <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPLETION <input type="checkbox"/>	CASING TEST AND CEMENT JOB <input type="checkbox"/>
OTHER: <input type="checkbox"/>	OTHER: Perf, Stim, Completion <input checked="" 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.

9-13-04 through 9-30-04
MIRU Mesa Well Service workover rig. RU electric line truck. Run GR/CBL/CCL log. TOC at 300' by CBL. PU & GIH w/ tbg to 4232'. POH. Perf San Andres 3986'--4080' in 4 runs w/ 125 holes, 0.41" EHD w/ 60 deg phasing csg guns. TIH w/ Pkr. Set pkr at 3900'. Acidize w/ 6500 gal 15% NEFE + 250 RCN ball sealers. Swab test perfs w/ slight show oil & gas. TOH w/ pkr. Set CIBP @ 3982'.

Perf San Andres 3832'--3968' in 5 runs w/ 176 holes, .41" EHD on 60 deg phasing. TIH w/ pkr to 3734'. Acidize perfs w/ 5000 gal 15% NEFE. Swab test perfs w/ show of oil & gas. POH w/ pkr.

RIH w/ prod tbg. Run 2 7/8" BPMJ, PS, SN, 7 jts 2 7/8" tbg, TAC, 118 jts 2 7/8" tbg. End of tbg @ 3966', SN at 3931'. ND BOP, flange up wellhead. TIH w/ 2.5 X 1.5 X 20' RHBC pump & rods. Seat pump, space out and hang well on. Leave well pumping. Rig down and release workover rig. Turn over to pumper.

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 10/10/04

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 OCT 27 2004
Conditions of approval, if any: