

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

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

Form C-103

May 27, 2004

WELL API NO.

30-025-06731

5. Indicate Type of Lease

STATE ☐ FEE ☒

6. State Oil & Gas Lease No.

7. Lease Name or Unit Agreement Name

Eubank

8. Well Number

5

9. OGRID Number

25616

10. Pool name or Wildcat

Penrose Skelly; Grayburg

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

Zia Energy, Inc.

3. Address of Operator

2203 Timberloch Place, Suite 229, The Woodlands, TX 77380

4. Well Location

Unit Letter B: 330 feet from the North line and 2310 feet from the East line

Section 22 Township 21S Range 37E NMPM Lea County

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

3424' GR

Pit or Below-grade Tank Application ☐ or Closure ☐

Pit type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____

Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____

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 ☐

OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐

COMMENCE DRILLING OPNS. ☐ P AND A ☐

CASING/CEMENT JOB ☐

OTHER: T&A, Csg Test ☒

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.

1-4-05

MIRU Mesa Well Service workover rig. TOH laying down sucker rods and pump. TOH w/ tbg. Make up casing scraper and TIH w/ scraper to 3850'. POH laying down production tbg. MIRU Computalog electric line truck. TIH and set CIBP at 3740' by wireline depth. Rig up Key Energy Services kill truck. Load casing w/ 2% KCL water. Install chart and pressure casing to 520 psi for 30 min with no leakoff. Rig down kill truck. Rig down and release Mesa Well Service work over rig.

Request status of well to be changed to TA.

This Approval of Temporary
Abandonment Expires 1/4/10

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOC guidelines ☐, a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE Gene Lee TITLE Agent DATE 1-2-05

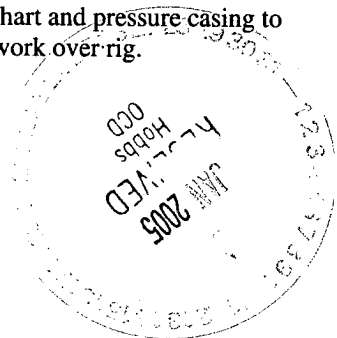
Type or print name Gene Lee

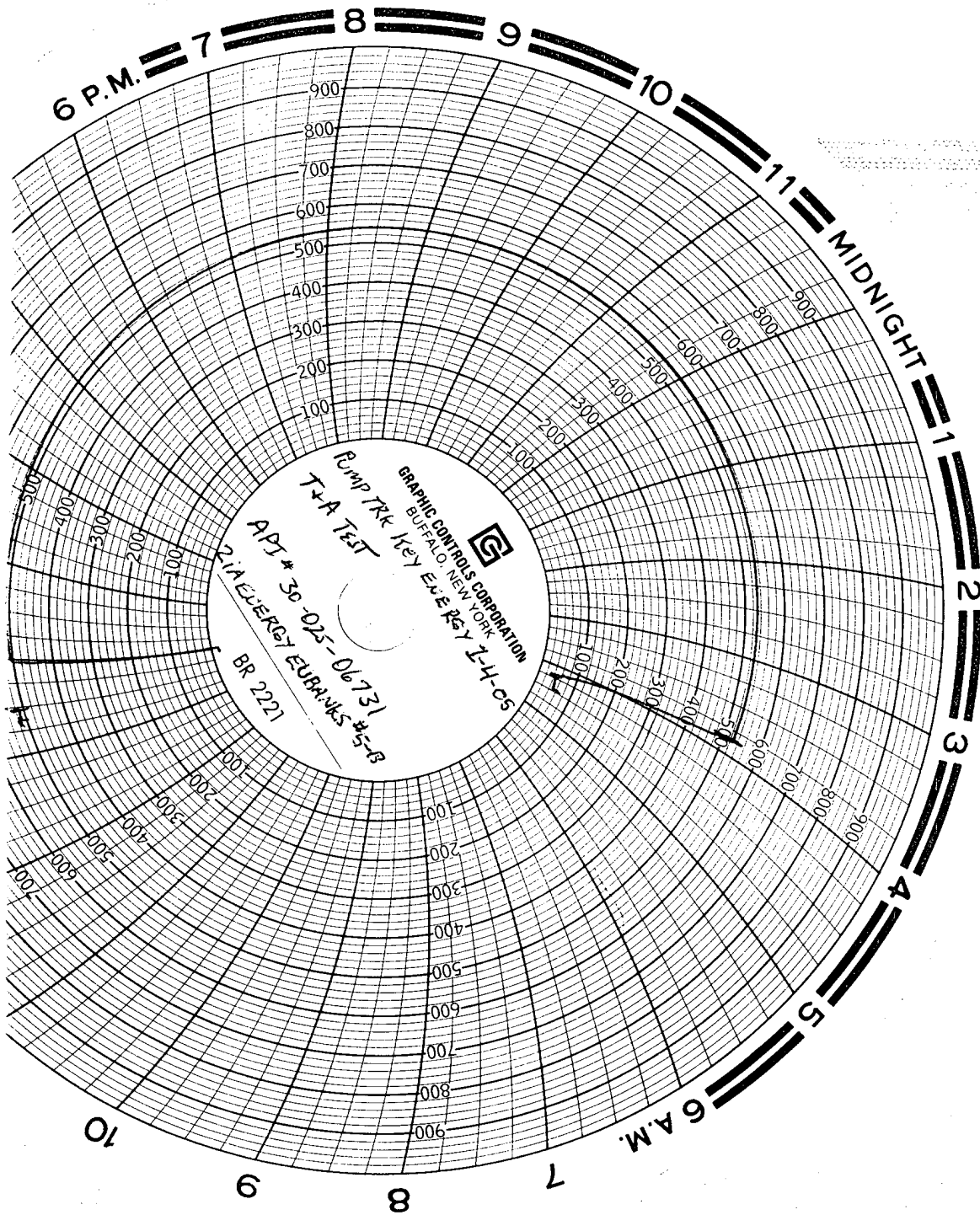
E-mail address: leeconinc@aol.com Telephone No. 505-626-4292

For State Use Only

APPROVED BY: Hay W. Wink DATE JAN 13 2005

Conditions of Approval (if any):





RECEIVED
JUN 2005
Hobbs
OCD