

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  
May 27, 2004

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

WELL API NO. 30-025-36896

5. Indicate Type of Lease

STATE ☐ FEE ☒

6. State Oil & Gas Lease No.  
300385

7. Lease Name or Unit Agreement Name  
East Hobbs San Andres Unit

8. Well Number

85

9. OGRID Number

220420

10. Pool name or Wildcat

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

Arena Resources, Inc

3. Address of Operator

4920 S Lewis, Suite 107 Tulsa Ok 74105

4. Well Location

Unit Letter I 2494 feet from the South line and 870 feet from the East line

Section 30 Township 18S Range 39E NMPM Lea County

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

3608' 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: Completed Drilling & Csg Operations ☒

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.

Spud well 11/1/04, drilled to 1920' ran 42 joints of 8-5/8"; 24#, J-55 Surface csg and cmtd w/920 sx consisting of 720 sx Halliburton light premium plus tailed in with 200 sx premium plus w/ 2% CACL. Circulated 150 sx to pit. Resume drilling & drilled to TD 4615' on 11/8/04; set 117 joints of 5 1/2" csg at 4615' cmt basket @ 4377'. Cmted with total of 890 sx. Circulate 73sx to pit. Set slips on 5 1/2" csg cut off and rig release on 11/10/04. GIH with bit, collars and 2 7/8" tbg. Tag cement at 4571', drill out cement to 4610'. Perforate P4 at 4585'-4600' and perf. P3 4554-4572', pulled packer to 4469 and set. acidized w/2500 gal 15% NEFE, Mud anchor set at 4604'. Seating nipple at 4566' and TAC at 4367'. Build wellhead, lay flow line on 12/6/04.

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 [Signature] TITLE Petroleum Engineer DATE 02/18/05

Type or print name Henry Konan E-mail address: arenaresourcesok@aol.com Telephone No. 918-747-6060

For State Use Only

APPROVED BY: [Signature] TITLE PETROLEUM ENGINEER DATE MAR 23 2005

Conditions of Approval (if any):