

Submit 1 Copy To Appropriate District Office  
District I - (575) 393-6161  
1625 N French Dr., Hobbs, NM 88240  
District II - (575) 748-1283  
811 S. First St., Artesia, NM 88210  
District III - (505) 334-6178  
1000 Rio Brazos Rd., Aztec, NM 87410  
District IV - (505) 476-3460  
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
Energy, Minerals and Natural Resources

Form C-103  
Revised August 1, 2011

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

WELL API NO. 30-025-40196
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 South Langlie Jal Unit
8. Well Number 30
9. OGRID Number 160825
10. Pool name or Wildcat Jalmat; Tanzil; Yates; Seven Rivers

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 ☐

HOBBS OGD

2. Name of Operator  
BC Operating, Inc.

FEB 15 2012

3. Address of Operator  
P.O. Box 50820 Midland, Texas 79710

RECEIVED

4. Well Location

Unit Letter J : 1650 feet from the South line and 2310 feet from the East line  
Section 7 Township 25S Range 37E NMPM County Lea

11. Elevation (Show whether DR, RKB, RT, GR, etc.)  
3130' GL

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.

08/03/11 - Spudded well @ 6:00 a.m. Drilling 12 1/4" hole @ 100'.

08/04/11 - Drilled 12 1/4" hole to 1072'.

Ran 26 jts of 8 5/8" 24# J-55 STC casing set @ 1072' & cmt w/665 sx Class C + 4% Gel + .25% R-38. Circ 212 sx cmt to pit. Full circulation throughout job. WOC for 4.5 hrs & cut conductor & casing.

08/05/11 - After 24 hrs & tagging cmt @ 910', DO float equipment & began 7 7/8" hole.

08/08/11 - Drilled 7 7/8" hole to 3603'. Circ/cond hole for logs. Ran CBL/CN/GR/CCL logs.

08/09/11 - Ran 85 jts of 5 1/2" 15.5# J-55 LTC casing set @ 3598' & cmt w/450 sx 35/65 "C" + 6% Bentonite + .25% R-38 + 3% salt Lead & Tailed w/50/50 + 2% Bentonite + 0.4% FL-10 + .25% R-38. No cmt circ to surface. Cut conductor & casing & released rig @ 1200 p.m. on 08/10/11.

09/23/11 - Perforated well from 3388' - 3474' and frac'd w/56,100 lbs 16/30 sand & 2000 gals 15% HCl acid.

11/08/11 - Ran 2 7/8" tbg to 3383' & ran 2 1/2" x 1 3/4" x 20' RHBC pump & put on production. Formation was all water. Will evaluate for P&A.

Spud Date:

08/03/2011

Rig Release Date:

08/10/2011

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

SIGNATURE Pam Stevens TITLE Regulatory Analyst DATE 02/13/2012

Type or print name Pam Stevens E-mail address: pstevens@bcoperating.com PHONE: 432-684-9696

For State Use Only

APPROVED BY: [Signature] TITLE PETROLEUM ENGINEER DATE FEB 23 2012  
Conditions of Approval (if any): FEB 23 2012