

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

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.)		WELL API NO. 30-025-26474
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator Zia Energy, Inc.		6. State Oil & Gas Lease No.
3. Address of Operator 2203 Timberloch Place, Suite 229, The Woodlands, TX 77380		7. Lease Name or Unit Agreement Name R E Cole (NCT-A)
4. Well Location Unit Letter <u>B</u> : <u>430</u> feet from the <u>North</u> line and <u>2310</u> feet from the <u>East</u> line Section <u>16</u> Township <u>22S</u> Range <u>37E</u> NMPM <u>Lea</u> County		8. Well Number <u>21</u>
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3407' GR		9. OGRID Number
Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/>		10. Pool name or Wildcat Penrose-Skelly; Grayburg
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

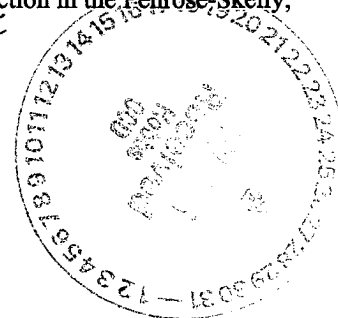
NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input checked="" type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	P AND A <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>	
OTHER: <input type="checkbox"/>		OTHER: <input type="checkbox"/>	PLUGBACK <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.

1/05/2005 - 02/09/2005

RIH to 3675'. Perforated additional Penrose-Skelly; Grayburg formation from 3630-3675', total of 45' at 1 SPF. Acidized with 2000 gals 15% acid dropping 75 7/8" ball sealers. Frac'd well with 22,000 gallons of Lightning-2500 and 96,800# 20/40 brown sand. Clean well out to 4195'. RIH w/130 jts tbg and 154 3/4" rods and put well back on production in the Penrose-Skelly; Grayburg formation.

2 7/8" Tubing @ 3907' per KF



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 NMOCD guidelines ☐, a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE [Signature] TITLE _____ COO _____ DATE 4/15/2005

Type or print name Donald Dotson
For State Use Only

E-mail address: ddotson@plantationpetro.com Telephone No. 281-296-7222

APPROVED BY: [Signature] TITLE PETROLEUM ENGINEER DATE MAY 02 2005
Conditions of Approval (if any): _____