

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 March 25, 1999

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

WELL API NO. 30-025-23161
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. 30-025-23161

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"/>	7. Lease Name or Unit Agreement Name: Phillips Lea
2. Name of Operator Olsen Energy, Inc.	8. Well No. 5
3. Address of Operator 19210 Huebner Road, Suite 200, San Antonio, Texas 78258	9. Pool name or Wildcat Vacuum: Grayburg-San Andres
4. Well Location Unit Letter <u>L</u> : <u>2310</u> feet from the <u>south</u> line and <u>990</u> feet from the <u>west</u> line Section <u>31</u> Township <u>17-S</u> Range <u>34-E</u> NMPM Lea County	
10. Elevation (Show whether DR, RKB, RT, GR, etc.) <u>4095 GR</u>	

11. 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 COMPLETION ☐
OTHER: ☐

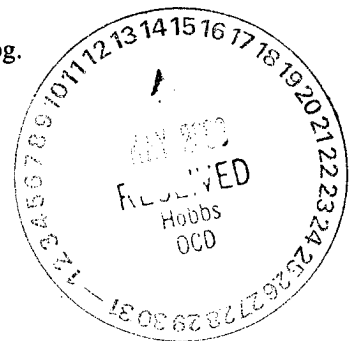
SUBSEQUENT REPORT OF:

- REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDONMENT ☐
CASING TEST AND CEMENT JOB ☐
OTHER: ☐

12. 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.

June 2003

1. Perforate the Premier Sand from 4600'-4609' w/2 JSPF.
2. Acidize the Premier Sand from 4600'-4609' w/500 gals 15% HCL.
3. Frac the Premier Sand from 4600'-4609' w/9000 gals XL Gel + 18,500# 20/40 sand down 2-3/8" tbq.
4. Perforate the Grayburg from 4397'-4579' OA w/20 holes. Set RBP @ 4590'.
5. Acidize the Grayburg from 4397'-4579' w/2000 gals 15% HCL + BS.
6. Frac the Grayburg from 4397'-4579' w/32,000 gals XL Gel + 61,000# 20/40 sand down 2-3/8" tbq.
7. Pull RBP and put well back on pump.



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

SIGNATURE [Signature] TITLE President DATE May 6, 2003

Type or print name Homer R. Olsen Telephone No. 210-496-2466

(This space for State use)

APPROVED BY [Signature] TITLE OC FIELD REPRESENTATIVE II/STAFF MANAGER DATE MAY 15 2003
Conditions of approval, if any