

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 - 37791
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. 35565
7. Lease Name or Unit Agreement Name FLYING M 8 STATE
8. Well Number 1
9. OGRID Number 184905
10. Pool name or Wildcat FLYING M, SAN ANDRES

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

THREE SPAN OIL & GAS, INC.

3. Address of Operator

400 WEST ILLINOIS, MIDLAND, TX 79701

4. Well Location

Unit Letter **E** : **2150** feet from the **SOUTH** line and **660** feet from the **EAST** line
Section **8** Township **9-S** Range **33-E** NMPM **LEA** County

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

4396.9' GR 4412.4' RKB

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 ☒ 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 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

10:30 a.m. 04/24/2006: Spud 12 1/4" Hole. Drill w/ Fresh Water System to a depth > 400'.
Notified OCD of Spud, Surface Casing and Cement 04/23/2006 @ 6:00 p.m.

04/25/2006: TD 12 1/4" Surface Hole @ 437' RKB. Run 10 jts 8 5/8", 24#, J-55, ST&C Casing to 427' RKB.
RU BJ Services. Cement w/ 300 sx Class "C" Cement w/ 2% CaCl₂ (402 cf). Circulate 73 sx Cement.
Commence Drilling 7 7/8" Hole. Drill w/ Fresh / Native Water System to a depth > 4500'.

05/03/2006: TD 7 7/8" hole @ 4550' RKB.
Attempt(s) to Log PEX-HALS/CNL/HNGS not successful due to severe swelling and/or bridging.

05/05/2006: Run 107 jts 5 1/2", 15.50#, J-55, LT&C Casing to 4549.78' RKB.
RU BJ Services. Cement w/ 400 sx 50:50 Poz:Class "C" Cement w/ 10% Gel + 5% NaCl Lead and
100 sx 50:50 Poz:Class "C" Cement w/ 2% Gel + 5% NaCl + 3% FL-52A
Cement did NOT Circulate. Will Verify TOC w/ CBL.

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 E. Earl Baldrige III TITLE Operations Manager DATE 05/06/2006

Type or print name E. Earl Baldrige III E-mail address: earlb@threespan.com Telephone No. 432-684-6511
For State Use Only

APPROVED BY: [Signature] TITLE PETROLEUM ENGINEER DATE MAY 31 2006
Conditions of Approval (if any):