

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

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

Form C-103

May 27, 2004

<b>SUNDRY NOTICES AND REPORTS ON WELLS</b> (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. 30-025-29232
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator Latigo Petroleum, Inc.		6. State Oil & Gas Lease No.
3. Address of Operator 550 W. Texas, Suite 700 Midland, TX 79701		7. Lease Name or Unit Agreement Name State "10"
4. Well Location Unit Letter O : 660 feet from the South line and 1980 feet from the East line Section 10 Township 16S Range 32E NMPM County Lea		8. Well Number 1
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 4312' GL		9. OGRID Number 227001
Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/>		10. Pool name or Wildcat Anderson Ranch-Morrow Gas
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: Perforate and frac ☒

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.

5/12/06-Pull Sector Bond/Gamma Ray/CCL log from PBTD (12,717') to 9000'. Press up to 1000 psi. Pull bond log from 12,717'-6300'. TOC @ 7280'. PU 2-3/8" SN. RIH w/SN, 200 jts 2-3/8" N80 tbg. EOT @ 6530'. 5/16/06-Perforate w/3 1/8" csg gun @ 4 JSPF @ 12,661.5' - 12,680.5' for a total of 76 holes. FL going in 4500'. No change in FL. RIH w/Hornet pkr on WL. RIH w/pump out plug, 1.81 R nipple, 8' sub, 1.87 F nipple, 5 1/2" x 2 3/8" Hornet pkr & on/off tool w/1.87 F nipple. Set pkr @ 12,590'. FL @ 4500'.

5/18/06-Displ tbg w/47 bbls N2. Get on on/off tool. Pump out pump out plug. Pump 95 bbls N2. Press 7440 psi. ISDP 8060, 5 min 7860, 10 min 7620, 15 min 7120. Pump 5 bbls 4% KCl. 1 BPM @ 7575. Open well to pit for 1 hr. Press down to 2642'. Pump 1500 gal 7-1/2 Morrow acid w/25% methanol w/100 balls. Qave = 2.9 BPM @ 6900. ISDP 5875, 5 min 5538, 10 min 5384, 15 min 5273. Total to rec 92 bbls. Open well to tank. 1st hr 28 bbls, 2nd hr 8 bbls. Open to 1/2". 3rd hr 15 bbls. 4th hr 10 bbls. Total rec 61 bbls. LTR 31.

5/22/06-RIH w/coil. Tag TD @ 12,719'. Pump 800 scf/min while RIH. Circ 300 bbls wtr out of hole. Well dried up. POOH w/coil tbg while pumping 400 scf/min. Total N2 pumped = 440 MCF.

5/23/06-Frac well w/419 bbls 40# Linear gel + 35K/# Ultraprop 18/40 sand @ 8400 psi @ 27 BPM. Ran out of wtr (50 bbls short). ISIP = 8200#, 5" = 7875#, 10" = 7745# & 15" = 7655#. Left 5000# sand in csg. Open well to pit on 14/64" choke @ 7050 psi. Total fluid to recover = 419 bbls. Turn over to flow testers.

6/6/06-RU Cudd 1 1/4" Coil tbg. Start in hole @ 1:30 p.m. Wash sand from 12,590' to 12,700'. Started recovering sand @ 6:00 p.m. until 5:30 a.m. the next day (11 hrs).

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 *Lisa Hunt*

TITLE Regulatory Analyst

DATE 06/07/2006

Type or print name Lisa Hunt

E-mail address: lhunt@latigopetro.com

Telephone No. (432)684-4293

For State Use Only

APPROVED BY: *[Signature]*

TITLE

PETROLEUM ENGINEER

DATE JUL 05 2006

Conditions of Approval (if any):