

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. 30-025-37793

5. Indicate Type of Lease

STATE ☐ FEE ☒

6. State Oil & Gas Lease No.  
032447

7. Lease Name or Unit Agreement Name  
SEVEN RIVERS QUEEN UNIT

8. Well Number

081

9. OGRID Number  
220420

10. Pool name or Wildcat  
EUNICE 7R-Q, SO

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  
Arena Resources, Inc

3. Address of Operator  
4920 S Lewis, Suite 107 Tulsa Ok 74105

4. Well Location

Unit Letter B 1310 feet from the NORTH line and 2690 feet from the EAST line  
Section 27 Township 22S Range 36E NMPM Lea County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)  
3510' GR

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. ☐ P AND A ☐  
CASING/CEMENT JOB ☐

OTHER: Completed Drilling & Csg Operations ☒

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.

Spud well 05/04/06, drilled to 360' ran 9 joints of 8-5/8"; 24#, LS Surface csg and cmted w/350 sx, circulated to pit. Resume drilling & drilled to TD 3950' on 5/11/06; set 94 joints of 5 1/2" csg at 3950'. Cmted with total of 900 sx. Circulate to surface. Perforate 7 rivers/ Queen at 3640-3852 with a total of 40 holes. Acid zed w/3000 gal 15% NEFE, swab. And frac w/ BJ's 106k gal 10# brine + 23k # Lite Prop +20 ball sealers. GIH w/ 2-7/8" prod. Tbg @ 3884', hang well and put on Production 5/19/06

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 \_\_\_\_\_ TITLE Petroleum Engineer \_\_\_\_\_ DATE 06/05/06 \_\_\_\_\_

Type or print name Henry Konan E-mail address: hkonan@arenaresourcesinc.com Telephone No. 918-747-6060

For State Use Only

APPROVED BY: \_\_\_\_\_ TITLE PETROLEUM ENGINEER \_\_\_\_\_ DATE \_\_\_\_\_  
Conditions of Approval (if any): \_\_\_\_\_

JUL 06 2006