

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. 30-025-37795

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
083

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 E 2630 feet from the NORTH line and 1075 feet from the WEST line
Section 27 Township 22S Range 36E NMPM Lea County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3509' 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 05/20/06, drilled to 335' ran 9 joints of 8-5/8"; 24#, LS Surface csg and cmted w/325 sx, circulated to pit. Resume drilling & drilled to TD 3945' on 5/28/06; set 94 joints of 5 1/2" csg at 3945'. Cmted with total of 950 sx. Circulate to surface. Perforate 7 rivers/ Queen at 3638-3847 with a total of 40 holes. Acid zed w/3000 gal 15% NEFE, swab. And frac w/ BJ's 106k gal 10# brine + 22.5k # Lite Prop. GIH w/ 2-7/8" prod. tbg, hang well and put on Production 6/2/06

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

SIGNATURE  TITLE Petroleum Engineer DATE 06/01/06

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