

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

<p><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.)</p>		<p>WELL API NO. 30-025-28287</p>
<p>1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/></p>		<p>5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/></p>
<p>2. Name of Operator Capataz Operating, Inc</p>		<p>6. State Oil &amp; Gas Lease No. B-9652</p>
<p>3. Address of Operator PO Box 10549 Midland, TX 79702</p>		<p>7. Lease Name or Unit Agreement Name L&amp;M</p>
<p>4. Well Location Unit Letter <u>N</u> : 660 feet from the <u>South</u> line and <u>1320</u> feet from the <u>West</u> line Section <u>2</u> Township <u>20S</u> Range <u>38E</u> NMPM County <u>Lea</u></p>		<p>8. Well Number <u>1</u></p>
<p>11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3580 GR</p>		<p>9. OGRID Number <u>3659</u></p>
<p>Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/></p>		<p>10. Pool name or Wildcat House; Blinebry, Tubb, Drinkard</p>
<p>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 _____</p>		

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:DHC: Blinebry, Tubb, Drinkard ☒

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. *Per R-11363*

Pool Names: House; Blinebry (33230), House; Tubb (78760), House; Drinkard (33250)

Perforations:

Blinebry 6050-56, 6064-77, 6097-6109, 6116-29, 6183-93, 6195-6202, 6209-19' 4 JSPF  
Tubb 6821-32, 39-42, 44-49, 52-61, 65-71' 4 JSPF  
Drinkard 7118-21, 7130-33, 44-48, 54-56, 62-64, 84-85, 90-92, 96-7201, 7208-12' 1 JSPF

The allocation method will be as follows:

	Oil	%	Water	%	Gas	%
Blinebry	4	57	7	58	50	68
Tubb	2	29	3	25	18	24
Drinkard	1	14	2	17	6	8
	7	100	12	100	74	100

Downhole commingling will not reduce the value of the pools.  
Ownership is the same for each of these pools.

DHC Order No. HOB-0158

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 Agent

DATE 07/26/2006

Type or print name H Scott Davis

E-mail address: Capataz1@sbcglobal.net

Telephone No. (432)620-8820

For State Use Only

APPROVED BY:

TITLE

PETROLEUM ENGINEER

AUG 02 2006  
DATE

Conditions of Approval (if any):

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Energy, Minerals & Natural Resources Department  
**OIL CONSERVATION DIVISION**  
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Form C-102  
Revised August 15, 2000  
Submit to Appropriate District Office  
State Lease - 4 Copies  
Fee Lease - 3 Copies

☐ AMENDED REPORT

**WELL LOCATION AND ACREAGE DEDICATION PLAT**

API Number 30-025-28287		Pool Code 332300660	Pool Name House, Blinebry
Property Code 32978	Property Name L & M		Well Number 1
OGRID No. 3659	Operator Name Capataz Operating, Inc		Elevation 3580

<sup>10</sup> Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
M/N	2	20S	38E		660	South	1320	West	Lea

<sup>11</sup> Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
L	2	20S	38E		1444.69	South	927.66	West	Lea

Dedicated Acres AOP	Joint or Infill	Consolidation Code	Order No. NSL-4952 (BHL)
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NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

	<p><sup>17</sup> OPERATOR CERTIFICATION</p> <p>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.</p> <p><i>[Signature]</i></p> <p>H Scott Davis</p> <p>Printed Name</p> <p>Agent</p> <p>Title</p> <p>9/23/03</p> <p>Date</p>
	<p><sup>18</sup> SURVEYOR CERTIFICATION</p> <p>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</p> <p>See Attached Original Exxon Survey.</p> <p>Date of Survey</p> <p>Signature and Seal of Professional Surveyor:</p>
	<p>Certificate Number</p>

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**WELL LOCATION AND ACREAGE DEDICATION PLAT**

' API Number 30-025-28287		' Pool Code 78760		' Pool Name House, Tubb	
' Property Code 32978		' Property Name L & M			' Well Number 1
' OGRID No. 3659		' Operator Name Capataz Operating, Inc			' Elevation 3580

**10 Surface Location**

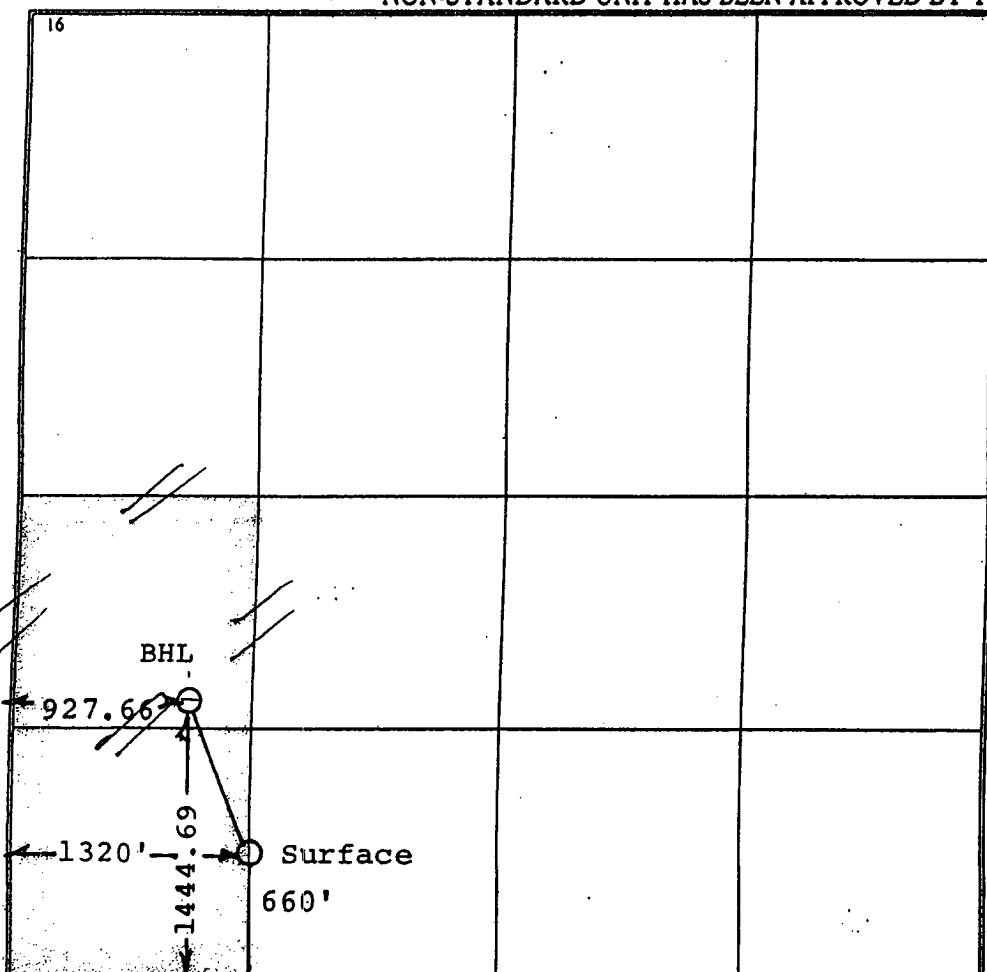
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
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**11 Bottom Hole Location If Different From Surface**

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' Dedicated Acres ADP	' Joint or Infill	' Consolidation Code	' Order No. NSL-4952 <BHL>
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**WELL LOCATION AND ACREAGE DEDICATION PLAT**

API Number 30-025-28287		Pool Code 33250	Pool Name House, Drinkard
Property Code 32978	Property Name L & M		Well Number 1
GRID No. 3659	Operator Name Capataz Operating, Inc		Elevation 3580

**10 Surface Location**

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