

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
September 29, 2006

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

WELL API NO. 3001534942
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. 02-NM-10215-599B-00
7. Lease Name or Unit Agreement Name Karlsbad Corral 11 State
8. Well Number 2H
9. OGRID Number 148111
10. Pool name or Wildcat Corral Canyon Delaware Northwest

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) PROPOSALS.)

1. Type of Well: Oil Well ☒ Gas Well ☐ Other ☐

2. Name of Operator
Southwestern Energy Production Company

3. Address of Operator
2350 N Sam Houston Parkway E Houston, TX 77032

4. Well Location
Unit Letter B : 10 feet from the South line and 1980 feet from the East line
Section 11 Township 25S Range 29E NMPM County: Eddy

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

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:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	P AND A <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL <input type="checkbox"/>	CASING/CEMENT JOB <input checked="" type="checkbox"/>	
OTHER: <input type="checkbox"/>		OTHER: TD Well <input checked="" type="checkbox"/>	

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.

TD WELL @ 03:00 ON 09/08/06. Drilled 8-3/4" Hole to 7,400', ran 177 joints of 5-1/2" 17 ppf P-110 casing to 7,380'. Cemented 5-1/2" casing in 2 stages:
1st stage: 750 sxs Class "C" Acid Soluble cement at 14.8 ppg (Yield 1.34ft³/sx.) Opened Drop dart - set stage packer - circ out 91 bbls of cement.
2nd stage: Lead --910 sxs Class "C" at 11.7 ppg (Yield 2.49 Ft³/sx)
Tail -- 100 sxs of Class "C" Neat Cement at 14.8 ppg (Yield 1.33 Ft³/sx)
Lost circ on last 35 bbls of displacement - did not circ cement to surface. Installed wellhead and tested to 3000 psig, ok. Released rig on 9-10-06 at 1300 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 [Signature] TITLE Drilling Technician DATE 10-2-06

Type or print name Justin Bender E-mail address: Justin_Bender@swn.com Telephone No. 281-618-4797
For State Use Only [Signature]

APPROVED BY [Signature] TITLE District II Supervisor DATE 10/19/06
Conditions of Approval (if any):