Submit 3 Copies To Appropriate District Office <u>District I</u>	State of New Mexico Energy, Minerals and Natural Resources OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87504		WELL API NO.	Form C-103 Revised March 25, 1999		
1625 N. French Dr., Hobbs, NM 88240 <u>District II</u> 811 South First, Artesia, NM 88210 <u>District III</u> 1000 Rio Brazos Rd., Aztec, NM 87410 <u>District IV</u> 1220 S. St. Francis Dr., Santa Fe, NM 87504			30-02 5. Indicate Type STATE	Gas Lease No.		
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				7. Lease Name of Clipper A St	r Unit Agreement Name: ate	
2. Name of Operator EverQuest Energy Corporation			8. Well No.			
3. Address of Operator 10 Desta Drive, Ste 300E, Midland, Texas 79705			9. Pool name or Wildcat Mesa Queen Associated			
 Well Location Unit Letter: A - 330 feet from the North line and 1150 feet from the East line 						
Section: 16 Township			NMPM:	County: I	Lea	
10. Elevation (Show whether DR, RKB, RT, GR, etc.) RKB 4332' GR						
11. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF:						
			SUB REMEDIAL WOR			
	CHANGE PLANS		COMMENCE DRI			
	MULTIPLE COMPLETION		CASING TEST AN CEMENT JOB		ADAINDONMEINT	
OTHER:				e-entry	Q _n	
12. 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 recompilation.						

Dug out P&A marker and down to cut-off casing stub. Welded on SOW collar and enough 8.625" casing to extend casing to surface. Screwed on 8.625" Larkin Fig. 92 bradenhead. NU BOP. Drilled-out cement P&A plugs inside 8.625" casing as follows: 15' at surface, 295-590'. RIH and tagged PBTD at 3975'. Pressure test casing to 500 psi – held good for 30". Ran 5.50" 15.5# J55 casing to 3938'. Cemented w/ 560 sx Premium Plus cement. Circulated 5 sx to surface. ND BOP, set casing slips, cut-off casing. NU wellhead. PU tubing and tag float collar at 3927'. Pressure test casing to 2000 psi for 30". Held good. Perforate 3675-95' 2 spf, 120 degree phase, 40 shots. Broke down perfs w/ 2000 gal 15% HCl + 40 balls. Breakdown pressure 2283 psi. InjRate 4-5 bpm, InjPress 1750-2250 psi. ISIP 1084#, 5" 899#, 10" 821#, 15" 739#. Sand frac w/ 20,000 gal Silver Stim LT + 48,000 lbs 16/30 premium brown sand w/ final 24M# sand 1.5% Expedite Lite. Ran 2.375" tubing, mud anchor, perforated sub, seating nipple and 5.50" TAC. Ran rods and pump. Moved-in pumping unit and hooked-up power. Pump tested well into temporary tanks.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE: Mouthing	TITLE: President DATE: <u>8/24/2006</u>
Type or print name Terry M. Duffey	Telephone No. (432) 686-9790
(This space for State use)	OCT 2 5 2006
APPPROVED BY Mis Williams	TITLE OC DISTRICT SUPERVISOR/GENERALMANACER
Conditions of approval, if any:	