Office	State of New			Form (J-103
District I 1625 N. French Dr., Hobbs, NM 88240	Energy, Minerals and I	Natural Resources	WELL API NO	March	4, 2004
District II	OH COMODDUATE	IONI DIUTOTONI	30-025-0		
1301 W. Grand Avc., Artesia, NM 88210 District III	OIL CONSERVATION 1220 South St.		5. Indicate Typ		
1000 Rio Brazos Rd., Aztec, NM 87410	Santa Fe, NM		STATE	FEE	
District IV 1220 S. St. Francis Dr., Santa Fe, NM	Santa re, Inn	VI 8/3U3	6. State Oil & C	Gas Lease No.	
87505			B-1400		
(DO NOT USE THIS FORM FOR PROPOSA DIFFERENT RESERVOIR. USE "APPLICA"	ES AND REPORTS ON WE LS TO DRILL OR TO DEEPEN O TION FOR PERMIT" (FORM C-10	R PLUG BACK TO A	7. Lease Name STATE C	or Unit Agreement N	ame
PROPOSALS.) 1. Type of Well:			8. Well Number	r	
Oil Well 🖾 Gas Well 🔲 C	Other		1		
2. Name of Operator			9. OGRID Num	iber	
LANEXCO,	INC.		013046		
3. Address of Operator	71.NO.40 TAT NO.	00050	10. Pool name o		,
4. Well Location	KANSAS, JAL, NM	88252	FUMONT/YAT	ES/7 RIVERS/	QUEEN
4. Well Location					
Unit Letter A:	660 feet from the NO	RTH line and 6	60 feet fro	om the EAST	line
Section 24	Township 21S	Range 35E	NMPM	CountyLEA	
	 Elevation (Show whether 3620 		.)		
Pit or Below-grade Tank Application (For pi	t or below-grade tank closures, a	form C-144 must be attache	ed)		
Pit Location: ULSectTwp	Rng Pit type	Depth to Groundwater_	Distance from a	nearest fresh water well_	
Distance from nearest surface water	Below-grade Tank Location	ULSectTw	pRng	•	
feet from theiine and 12. Check Ap	propriate Box to Indicat	e Nature of Notice,			· · · · · · · · · · · · · · · · · · ·
12. Check App NOTICE OF INTER PERFORM REMEDIAL WORK TEMPORARILY ABANDON DEPOSITE OF THE PULL OR ALTER CASING	propriate Box to Indicat ENTION TO: PLUG AND ABANDON CHANGE PLANS MULTIPLE	e Nature of Notice, SUB	SSEQUENT RE		G □
12. Check Ap NOTICE OF INTE PERFORM REMEDIAL WORK TEMPORARILY ABANDON PULL OR ALTER CASING	propriate Box to Indicat ENTION TO: PLUG AND ABANDON CHANGE PLANS	TE Nature of Notice, SUB REMEDIAL WOR COMMENCE DR CASING TEST AI CEMENT JOB	SSEQUENT RE	EPORT OF: ALTERING CASING PLUG AND	
12. Check Ap NOTICE OF INTER PERFORM REMEDIAL WORK DEPORT TEMPORARILY ABANDON DEPORT OF THE PORT OF TH	propriate Box to Indicat ENTION TO: PLUG AND ABANDON CHANGE PLANS MULTIPLE COMPLETION	COMMENCE DR COMMENCE DR CASING TEST AT CEMENT JOB OTHER:	SSEQUENT RE	EPORT OF: ALTERING CASING PLUG AND ABANDONMENT	
12. Check Ap NOTICE OF INTE PERFORM REMEDIAL WORK TEMPORARILY ABANDON PULL OR ALTER CASING	propriate Box to Indicat ENTION TO: PLUG'AND ABANDON CHANGE PLANS MULTIPLE COMPLETION ded operations. (Clearly state	TE Nature of Notice, SUB REMEDIAL WOR COMMENCE DR CASING TEST AT CEMENT JOB OTHER: all pertinent details, an	SEQUENT RE RK	PORT OF: ALTERING CASING PLUG AND ABANDONMENT	ed date
12. Check Ap NOTICE OF INTE PERFORM REMEDIAL WORK TEMPORARILY ABANDON PULL OR ALTER CASING OTHER: 13. Describe proposed or complete of starting any proposed work or recompletion. Approved as to plugging of the Liability under bond is retained.	propriate Box to Indicate ENTION TO: PLUG AND ABANDON CHANGE PLANS MULTIPLE COMPLETION ed operations. (Clearly state). SEE RULE 1103. For Multiple COMPLETION we will Box EE ATTACH duntil	COMMENCE DR CASING TEST AT CEMENT JOB OTHER: all pertinent details, an	SEQUENT RERECTION OF THE RESERVE TO	PORT OF: ALTERING CASING PLUG AND ABANDONMENT	ed date
12. Check Ap NOTICE OF INTER PERFORM REMEDIAL WORK DETERMINED FOR ALTER CASING DETERMI	propriate Box to Indicate ENTION TO: PLUG AND ABANDON CHANGE PLANS MULTIPLE COMPLETION ed operations. (Clearly state). SEE RULE 1103. For Multiple COMPLETION we will Box EE ATTACH duntil	COMMENCE DR CASING TEST AT CEMENT JOB OTHER: all pertinent details, an	SEQUENT RERK	PORT OF: ALTERING CASING PLUG AND ABANDONMENT	ed date
12. Check Ap NOTICE OF INTER PERFORM REMEDIAL WORK I TEMPORARILY ABANDON OTHER: 13. Describe proposed or complete of starting any proposed work or recompletion. Approved as to plugging of the Liability under bond is retained surface restoration is complete.	propriate Box to Indicate ENTION TO: PLUG AND ABANDON CHANGE PLANS MULTIPLE COMPLETION ed operations. (Clearly state). SEE RULE 1103. For Multiple Completion in the completion of the completion in the comple	REMEDIAL WORL COMMENCE DR CASING TEST AT CEMENT JOB OTHER: all pertinent details, an altiple Completions: At	SEQUENT RERECTION OF THE RESERVE TO THE RESERVE THE RE	PORT OF: ALTERING CASING PLUG AND ABANDONMENT TESTING TOP	ed date pletion
12. Check Ap NOTICE OF INTE PERFORM REMEDIAL WORK I TEMPORARILY ABANDON I	propriate Box to Indicate ENTION TO: PLUG AND ABANDON CHANGE PLANS MULTIPLE COMPLETION ed operations. (Clearly state). SEE RULE 1103. For More Well Boxe ATTACH duntil ed.	COMMENCE DR CASING TEST AT CEMENT JOB OTHER: all pertinent details, an altiple Completions: At	SEQUENT RE RK	PORT OF: ALTERING CASING PLUG AND ABANDONMENT TEST AND TOTAL STREET TO	ed date pletion
12. Check Ap NOTICE OF INTE PERFORM REMEDIAL WORK TEMPORARILY ABANDON TEMPORARILY AB	propriate Box to Indicate ENTION TO: PLUG'AND ABANDON CHANGE PLANS MULTIPLE COMPLETION ed operations. (Clearly state). SEE RULE 1103. For More Well BoxEE ATTACH d until ed. ove is true and complete to the sed according to NMOCD guideling MACORD SERVICE 1103.	COMMENCE DR CASING TEST AT CEMENT JOB OTHER: all pertinent details, an altiple Completions: At	SEQUENT RERECTION OF THE PROPERTY OF AN (attached) alterests.	PORT OF: ALTERING CASING PLUG AND ABANDONMENT TEST AND TOTAL STREET TO	ed date pletion 920212223
12. Check Ap NOTICE OF INTE PERFORM REMEDIAL WORK TEMPORARILY ABANDON PULL OR ALTER CASING OTHER: 13. Describe proposed or complete of starting any proposed work or recompletion. Approved as to plugging of the Liability under bond is retained surface restoration is complete Thereby certify that the information aborated tank has been/will be constructed or clo	propriate Box to Indicate ENTION TO: PLUG AND ABANDON CHANGE PLANS MULTIPLE COMPLETION ed operations. (Clearly state e). SEE RULE 1103. For More and complete to the sed according to NMOCD guidelies. Multiple TITLE	The Nature of Notice, SUB REMEDIAL WORK COMMENCE DR CASING TEST AT CEMENT JOB OTHER: all pertinent details, an analtiple Completions: And MENT The best of my knowledgenes , a general permit .	SEQUENT RE ILLING OPNS. IND Ind give pertinent da Itach wellbore diag Ind give pertinent da Itach wellbore diag Itah wellbore di	PLUG AND ABANDONMENT The continuous of proposed propos	ed date pletion 92021222333
12. Check Ap NOTICE OF INTE PERFORM REMEDIAL WORK TEMPORARILY ABANDON PULL OR ALTER CASING OTHER: 13. Describe proposed or complete of starting any proposed work or recompletion. Approved as to plugging of the Liability under bond is retained.	propriate Box to Indicate ENTION TO: PLUG AND ABANDON CHANGE PLANS MULTIPLE COMPLETION ed operations. (Clearly state e). SEE RULE 1103. For More Well Boxe E ATTACH duntiled. ove is true and complete to the sed according to NMOCD guidelies. MIN E-ma	REMEDIAL WORK COMMENCE DR CASING TEST AT CEMENT JOB OTHER: all pertinent details, an altiple Completions: At MENT The best of my knowledgenes [], a general permit [] EPRODUCTION S til address:9robert	SEQUENT RE ILLING OPNS. ILLING OPNS. IND Ind give pertinent da stach wellbore diagent attach attach wellbore diagent attach wellbore diagent attach wellbore diagent attach attach wellbore diagent attach attach wellbore diagent attach a	PLUG AND ABANDONMENT Testing to the proposed company of proposed company of proposed company of the p	ed date pletion 92021222333 below- an .
12. Check Ap NOTICE OF INTER PERFORM REMEDIAL WORK ITEMPORARILY ABANDON ITEMPORARILY AB	propriate Box to Indicate ENTION TO: PLUG AND ABANDON CHANGE PLANS MULTIPLE COMPLETION ed operations. (Clearly state e). SEE RULE 1103. For More Well Boxe E ATTACH duntiled. ove is true and complete to the sed according to NMOCD guidelies. MIN E-ma	The Nature of Notice, SUB REMEDIAL WOR COMMENCE DR CASING TEST AT CEMENT JOB OTHER: all pertinent details, an ultiple Completions: An MENT The best of my knowledgenes \(\text{\te\	SEQUENT RE ILLING OPNS. ILLING OPNS. IND Ind give pertinent da stach wellbore diagent attach attach wellbore diagent attach wellbore diagent attach wellbore diagent attach attach wellbore diagent attach attach wellbore diagent attach a	PLUG AND ABANDONMENT Testing to the proposed company of proposed company of proposed company of the p	ed date pletion 92021222333

MAYO MARRS CASING PULLING INC. **BOX 863** KERMIT, TEXAS 79745

LANEXCO

Lease: STATE "C" # 1

Project:

P & A – CEMENTING REPORT

12/14/2006

SPOT 35 SACKS @ 3850' - NO TAG SPOT 35 SACKS @ 3850' - TAG @3210'

12/15/2006

CUT TUBING @3185' SET 7" CIBP @ 3185' WITH 25 SACKS ON TOP

12/18/2006

PUMP 25 SACKS @ 1267' - TAG @ 1128' PUMP 25 SACKS @ 371' - TAG @ 210'

12/19/2006

CIRCULATE 20 SACKS FROM 60' TO SURFACE

CIRCULATED PLUGGING MUD **INSTALLED DRY HOLE MARKER**

MAYO MARRS CASING PULLING INC.

LANEYCO STATE "C" # 1

Lease: Project: P & A

CHARLIE MANN ATTN:

FAX 505-395-3205 PUSHER - SAM

BID =

Tracking # 06-5479-5

12/13/2006 11.5 HŔS

SUPERVISOR LOCATED WELL - MOVE IN 3 TRUCKS FROM JAL - CLEAR SOME BRUSH FROM LOCATION - TEST ANCHORS - TESTED GOOD - MI RU PLUGGING EQUIPMENT - POOH WITH 154 RODS AND PUMP - ND WELLHEAD - NU BOP - WORK ON UNSETTING TUBING ANCHOR - DID NOT GET FREED UP - SDFD

11.5	Double derrick rig with 4 man work crew/hr	\$265.00	\$3.047.50
1	PUSHER /DAY	\$300,00	\$300.00
6	BACKHOE (4 hr minimum)	\$50.00	\$300.00
1	Pump Truck 5 Day Initial Charge	\$2,500.00	\$2,500.00
1	Steel Pits per well	\$750.00	\$750.00
1	Water truck priced per load BRINE (Stays on location @ all times)	\$500.00	\$500.00
1	Water truck priced per load FRESH (Stays on location @ all times)	\$300.00	\$300.00
1	B O P for 2 3/8" and 2 7/8" 5 Day Initial Charge	\$200.00	\$200.00
1	HAD TO RENT SPOOL \$400.00 FIRST 5/DAY \$30 A DAY AFTER	\$400.00	\$400.00
1	ROD TONGS/DAY	\$75.00	\$75.00

Total Daily Cost =

\$8,372.50

12/14/2006

10 HRS WORK TUBING FOR 2 MORE HOURS - STILL STUCK - CALLED OCD - SPOT 35 SACK THROUGH STUCK TUBING @ 3850'-3500' - WOC - RIH TO TAG WITH WIRELINE - NO TAG - RESPOT 35 SACKS - CLOSE IN WELL - WOC - WILL TAG IN THE MORNING

10	Double derrick rig with 4 man work crew/hr	\$265.00	\$2,650.00
1	PUSHER /DAY	\$300.00	\$300.00
70	Cement per sack (CLASS C)	\$13.00	\$910.00

Total Daily Cost =

\$12,232.50

12/15/2006 10.5 HRS

RIH WITH TUBING AND TAG @ 3210' - RIH TO CUT TUBING @ 3185' - NO SHOT - WORK ON PERF GUNS - RIH AND CUT TUBING - POOH WITH 3185' OF TUBING - RIH WITH 7"CIBP SET @ 3185' - POOH - SDFD

8	Double derrick rig with 4 man work crew/hr	\$265.00	\$2,120.00
1	PUSHER /DAY	\$300.00	\$300.00
1	Wireline cut TUBING	\$600.00	\$600.00
1	7" CIBP dumping 35' Cement w/ wireline	\$1,500.00	\$1,500.00

Total Daily Cost =

\$16,752.50

12/18/2006 10.5 HRS

RIH AND TAG @ 3185' - CIRCULATE PLUGGING MUD - SPOT 25 SACKS @ ON CIBP - PUH - PUMP 25 SACKS @ 1267' - POOH - WOC - RIH AND TAG @ 1128' - RIH TO 371' AND PUMP 25 SACKS - POOH - SDFD

10.5	Double derrick rig with 4 man work crew/hr	\$265.00	\$2,782,50
1	PUSHER /DAY	\$300.00	\$300.00
75	Cement per sack (CLASS C)	\$13.00	\$975.00
30	Salt gel per sack (50# SACK)	\$12.00	\$360.00

Total Daily Cost =

\$21,170.00

12/19/2006 11 HRS
RIH AND TAG @ 210' - ND BOP- NU WELLHEAD - CIRCULATE 20 SACKS TO SURFACE FROM 60' - WASH UP PUMPS - RIG DOWN - CLEAN UP
LOCATION - DIG OUT CELLAR - INSTALL DRY HOLE MARKER - MOVE OUT

5	Double derrick rig with 4 man work crew/hr	\$265.00	\$1,325.00
1	PUSHER /DAY	\$300.00	\$300.00
20	Cement per sack (CLASS C)	\$13.00	\$260.00
4	WELDER (4 hr minimum)	\$50.00	\$200.00
4	BACKHOE (4 hr minimum)	\$50.00	\$200.00

Total Daily Cost =

\$23,455.00