

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.
30-005-01097

5. Indicate Type of Lease
STATE ☒ FEE ☐

6. State Oil & Gas Lease No.
B1-0419-0096

7. Lease Name or Unit Agreement Name

WEST CAP QUEEN SAND UNIT

8. Well Number #5

9. OGRID Number
241214

10. Pool name or Wildcat
CAPROCK QUEEN

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
PALISADES ASSET HOLDING COMPANY, LLC

3. Address of Operator
223 W. WALL ST. STE 825, MIDLAND, TEXAS 79701

4. Well Location

Unit Letter I: 1980 feet from the SOUTH line and 660 feet from the EAST line
Section 17 Township 14 S Range 31 E NMPM CHAVES County

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:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐
PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐

OTHER: ☐

SUBSEQUENT REPORT OF:

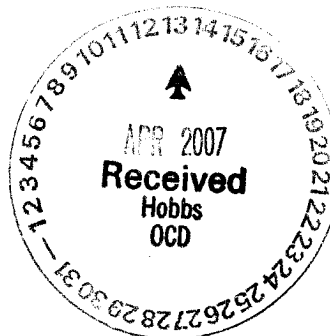
REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ P AND A ☐
CASING/CEMENT JOB ☐

OTHER: PLACE ON PRODUCTION ☒

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.

PLACED WELL ON PRODUCTION

3/3/07 - Electrician reviewed installations at well
3/24/07 - Waiting on electrician to repair control panels
3/28/07 - Finish picking up rods at well
3/29/07 - Turned well to tank battery. Good pump action
4/2/07 - Turned on well
4/3/07 - Well produced overnight. Filling heater-treater
4/4/07 - Well is pumping
4/10/07 - Producing 2 BO, 130 BW and no gas



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 Herbert F. Boles TITLE Managing Member DATE 4/11/07

Type or print name Herbert F. Boles E-mail address: bud@cfaw.com Telephone No. 432-686-7159

For State Use Only

APPROVED BY: Harry W. Wind TITLE FIELD REPRESENTATIVE II/STAFF MANAGER DATE APR 13 2007

Conditions of Approval (if any)