

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  
March 4, 2004

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

WELL API NO. 30-025-28223
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. V-732
7. Lease Name or Unit Agreement Name New Mexico "DL" State
8. Well Number 1
9. OGRID Number 122811
10. Pool name or Wildcat Cruz Delaware

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  
Pronghorn Management Corporation

3. Address of Operator  
P. O. Box 1772 Hobbs, NM 88241

4. Well Location

Unit Letter I : 1980 feet from the South line and 1980 feet from the East line  
Section 18 Township 23-S Range 33-E NMPM County Lea

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

Pit or Below-grade Tank Application (For pit or below-grade tank closures, a form C-144 must be attached)

Pit Location: UL      Sect      Twp      Rng      Pit type      Depth to Groundwater      Distance from nearest fresh water well       
Distance from nearest surface water      Below-grade Tank Location UL      Sect      Twp      Rng      ;  
     feet from the      line and      feet from the      line

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 COMPLETION ☐

OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐

COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDONMENT ☐

CASING TEST AND CEMENT JOB ☐

OTHER: ☐

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.

See Attached

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 G. A. Baber TITLE President DATE 7-16-07

Type or print name G. A. Baber E-mail address: gababer@hotmail.com Telephone No. 505-392-2495

(This space for State use)

APPROVED BY Harry W. Wink TITLE OCD FIELD REPRESENTATIVE II/STAFF MANAGER DATE JUL 31 2007

Conditions of approval, if any:

D.L. #1 – Workover Lower Delaware

1. Move in and rig up. POOH with rods and pump. Install B.O.P. POOH with tubing. (T.A.C.)
2. Rig up wireline truck. Run gauge ring to 8800'. Set CIBP @ 8100'. Cap with 35' cement.
3. Perforate Delaware 7505 – 7444'. 7551' – 7556' with 2 JSPF.
4. TIH with packer and R.B.P. Isolate zone @ 7551' – 7556'. Pressure test.
5. Acidize. Swab and test zone.
6. Move packer and plug to isolate zone at 7444' – 7505'. PSI test.
7. Acidize. Swab and test zone.
8. Put well on production.
9. If Lower Delaware is not productive, we will perforate Bell Canyon – Ramsey Sand and frac.
10. Work will begin on or before July 22, 2007.