

Submit 3 Copies To Appropriate District

Office

District I

1625 N French Dr., Hobbs, NM 88240

District II

1301 W Grand Avenue, 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

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

Form C-103

Revised March 25, 1999

<p>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)</p>		<p>WELL API NO. 30-025-30668</p>
<p>1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/></p>		<p>5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/></p>
<p>2. Name of Operator Cimarron Exploration Company</p>		<p>6. State Oil & Gas Lease No.</p>
<p>3. Address of Operator P.O. Box 1592, Roswell, NM 88202-1592</p>		<p>7. Lease Name or Unit Agreement Name: West Knowles</p>
<p>4. Well Location Unit Letter <u>P</u> : <u>660</u> feet from the <u>South</u> line and <u>330</u> feet from the <u>East</u> line Section <u>34</u> Township <u>16-S</u> Range <u>37-E</u> NMPM County <u>Lea</u></p>		<p>8. Well No. 11</p>
<p>10. Elevation (Show whether DR, RKB, RT, GR, etc.) 3766' GR</p>		<p>9. Pool name or Wildcat Shipp Strawn</p>

11. 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: ☐

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.

04/27/2007: MI and begin to RU Select Well Service Rig #1. Prepare to attempt to re-enter and clean out lateral section. Made several attempts and unable to get past 11,511 MD. Open hole is caving and losing circulation. Pump 100 sx "H" and pressure up to 500# to squeeze into loss circulation zone. WOC. Go back in hole with bit and tag cement at 11,285' MD. Drill out cement and continue trying to re-enter lateral. Unable to get past 11,450' MD. Open hole lateral had apparently collapsed. GIH with bit and motor and re-drill open hole lateral to 12,311' MD. RIH with pre-drilled 2-7/8" PH6 liner, with centralizers, to 12,205' MD. Pre-drilled holes at measured depths of 12,070-12,110; 12,000-12,030; 11,840-11,870; 11,740-11,770 (46 holes total).
06/01/2007: Swab well. Recovering about 20% oil and 80% water with drilling mud and loss circulation material.
06/08/2007: Acidize lateral portion with 4000 gal. 20% HCl. Swab well back. Continuing to get minimal fluid entry with considerable drilling fluid and loss circulation material.
Continuing with swab work to clean well up prior to placing on pump.

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

SIGNATURE Richard C. Gilliland TITLE Vice President DATE 7/23/07

Type or print name Richard C. Gilliland Telephone No. (505) 623-9799

(This space for State use)

APPROVED BY Harry W. Wink TITLE OC FIELD REPRESENTATIVE II/STAFF MANAGER DATE JUL 25 2007

Conditions of approval, if any: