

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

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

WELL API NO. 30-025-03458
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. NMB-1399

<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>		7. Lease Name or Unit Agreement Name State A
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other		Well Number 4
2. Name of Operator Citation Oil & Gas Corp.		9. GRID Number
3. Address of Operator P.O. Box 690688, Houston, Texas 77269-0688		10. Pool name or Wildcat Eumont Yates Seven Rivers Queen Gas
4. Well Location Unit Letter <u>B</u> : <u>660</u> feet from the <u>North</u> line and <u>1980</u> feet from the <u>East</u> line Section <u>12</u> Township <u>21S</u> Range <u>17E</u> NMPM County		
11. Elevation (Show whether DR, RKB, RT, GR, etc.) DF 3557		
Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/>		
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

<p>NOTICE OF INTENTION TO:</p> <p>PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/></p> <p>TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/></p> <p>PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPL <input type="checkbox"/></p> <p>OTHER: <input type="checkbox"/></p>		<p>SUBSEQUENT REPORT OF:</p> <p>REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/></p> <p>COMMENCE DRILLING OPNS. <input type="checkbox"/> P AND A <input type="checkbox"/></p> <p>CASING/CEMENT JOB <input type="checkbox"/></p> <p>OTHER: Commingle existing zones with Queen <input checked="" type="checkbox"/></p>	
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13. Describe prop osed 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.

10/24/2007: MI RU PU. POOH w/ (146) 3/4" rods & 1 1/2" pump. ND WH. NU BOP. POOH w/ (113 jts) 2 7/8" tbg, SN, 4' sub, desander & 2 jts MA. RIH w/ 4 3/4" bit, (2) chk valves, (4) 3 1/2" DC's, (6 jts) 2 7/8" WS, chk valve, 2 1/2" tbg bailer, drain sub & (2 jts) 2 7/8" WS.

10/25/2007: FIH w/ 4 3/4" bit to fill @ 3754'. RU rev unit & power swivel. DO fill, cmt & top of CIBP to 3781'. PU to 3000'

10/26/2007: RIH w/ 4 3/4" MT bit to CIBP @ 3780' Drilled on CIBP f/ 5 hrs. No progress. POOH w/ bit (bit frozen up). RIH w/ new 4 3/4" bit on 2 7/8" tbg to CIBP @ 3780' Drill on CIBP f/ 3 hrs Stopped making hole. POOH w/ bit Bit frozen up (skirt pushed in).

10/27/2007: RIH w/ 4 3/4" KR mill, (4) 3 1/2" DC's on 2 7/8" WS to CIBP @ 3780'. DO CIBP & fill f/(3780' - 3897'). POOH w/ 2 7/8" WS & mill assy Mill was worn smooth.

10/30/2007 RIH w/ NC & bailer assy on 2 7/8" WS to junk @ 3895' Bailed on junk f/ 30 min to 3896'. Bailer stopped stroking. POOH w/ WS & BHA. Had scrap metal in chk valves RU WL. Ran 300 grain string shots covering f/(3795' - 3895') & (3801' - 3895') on 1st run; shot f/(3437' - 3737') & (3509' - 3727') on 2nd run, shot f/(3079' - 3429') & (3079' - 3428') on 3rd run Lost 150' of 5/16" WL & 3' lead bar on 2nd & 3rd runs (total 2 bars & 300' WL left in well)

10/31/2007: RIH w/ WL spear on 2 7/8" WS Fish WL & bars in 2 runs. All fish rec'd. RIH w/ NC & bailer assy on 2 7/8" WS to fill @ 3895'. CO fill to 3897' & stopped making hole. POOH & LD 26 jts WS.

11/1/2007 FOOH & LD 2 7/8" WS & BHA. Had 40' of solids, iron sulfide w/ metal on btm RIH w/ 2 3/8" BPMA, PS, SN & (119 jts) 2 3/8" tbg ND BOP. NU WH w/ SN @ 3825'. RIH w/ 1 1/2" pmp & (151) 3/4" rods. HWO Loaded tbg w/ 12 BW. Tst'd pmp to 500# - ok. RD MO PU. LTR = 742 BW Well pmp'g to btty @ 4:00 p.m. w/ 10 1/2 SPM & 54" SL.

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 Mary Torres TITLE Permitting Analyst DATE November 8, 2007

Type or print name Mary Torres
For State Use Only

E-mail address: mtorres@cogc.com Telephone No. 281-517-7198

APPROVED BY: Hayden Wink
Conditions of Approval (if any):

OCD FIELD REPRESENTATIVE II/STAFF MANAGER
TITLE

DEC 05 2007

DATE