

June 19, 2008

Submit 3 Copies To Appropriate District

Office

District I

1625 N. French Dr., Santa Fe, NM 87505

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

Geology, Minerals and Natural Resources

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

RECEIVED
SEP 12 2008
HOBBS OGD

WELL API NO.

30-025-38792

5. Indicate Type of Lease

STATE ☐ FEE ☒

6. State Oil & Gas Lease No.

7. Lease Name or Unit Agreement Name

GAINER 22

8. Well Number 001

9. OGRJD Number

11181

10. Pool name or Wildcat

CROSSROADS DEVONIAN SOUTH

UNITARY 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 THOMPSON, J. CLEO

3. Address of Operator P.O. BOX 12577
ODESSA, TX 79768

4. Well Location

Unit Letter K : 1678 feet from the SOUTH line and 1698 feet from the WEST line
 Section 22 Township 10S Range 36E NMPM County LEA

11. Elevation (Show whether DR, RKB, RT, GR, etc)
 4010' GL

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 ☐
 DOWNHOLE COMMINGLE ☐

SUBSEQUENT REPORT OF:

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

OTHER: ☐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.

8-2-08 RAN 5 1/2 17# N-80 & P-110 CSG SET @ 12275'. CEMENTED WITH 425 SX 50:50 POZ

8-4-08 TO 8-11-08 RU WELL SERVICE UNIT AND SWAB TESTED DEVONIAN FROM 12275 TO 12288 FEET. SWABBED ALL WATER.

8-12-08 SET CIBP @ 12250'. DUMPED 35' CEMENT, RAN CBL. TOC @ 8700' PERFORATED 11419 - 11427 (8FT, 2SPF, 16 HOLES), ACIDIZED WITH 1000 GALS ISOSOL. SWAB TESTED ATOKA, MADE ALL WATER.

8-14-08 CIRCULATE 9# MUD LADEN FLUID FROM 12210 FEET.

8-18-08 SET CIBP @ 11400', DUMPED 35' CEMENT. PERFORATED 10444 - 10449' (5 FT, 10 HOLES).

8-19-08 - 8-25-08 SWAB TESTED ATOKA, MADE ALL WATER RD WELL SERVICE UNIT.

Spud Date: 05/31/2008

Rig Release Date: 08/01/2008

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

SIGNATURE

J. Stevens

TITLE AGENT

DATE 09/10/2008

Type or print name JIM STEVENS

E-mail address: jstevens@jcleo.com

PHONE (432)550-8887

For State Use Only

JCT FIELD REPRESENTATIVE / STAFF MANAGER

APPROVED BY:

Janet M. Hill

TITLE

DATE

SEP 15 2008

Conditions of Approval (if any):