

Submit 1 Copy 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  
**RECEIVED**  
OIL CONSERVATION DIVISION  
NOV 30 2010 1220 South St. Francis Dr.  
Santa Fe, NM 87505  
**HOBBSD**

Form C-103  
October 13, 2009

WELL API NO. 30-041-20942
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name San Juan Mesa 16 State
8. Well Number 1
9. OGRID Number 241401
10. Pool name or Wildcat Wildcat

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 <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>	
2. Name of Operator Torch Energy Services, Inc.	
3. Address of Operator 1331 Lamar Ste. 1450 Houston, TX 77010	
4. Well Location Unit Letter A : 660 feet from the North line and 660 feet from the East line Section 16 Township 4S Range 30E NMPM Roosevelt County	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 4613.3' GL	

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	P AND A <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>	
DOWNHOLE COMMINGLE <input type="checkbox"/>			
OTHER: <input type="checkbox"/>		OTHER: Completion <input checked="" type="checkbox"/>	

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 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

- 11-19-10 MIRU reverse unit, NU 5M BOP, TIH w/ 4.750" bit + BS + 4-3.500" OD DC's + XO + 270 jts 2.875" tbg, tag fill @ 8676.40' SLM, SWI, SDFN
- 11-20-10 Rev circ hole w/ fsh wtr, tagged PBTD @ 8776.10'. Drill out float collar + 80' cmt in shoe jt to new PBTD @ 8756.10', circ hole clean. MIRU acidizers, pmp 1000 gals 15% NEFE HCL + fsh wtr circ HCL OOH, pmp 2% KCL to displace & spot 500 gals 10% Acetic acid from 8239' to 8756'. RDMO acidizers. TOH w/ drilling ass'y to 7920'. SWI SDFN
- 11-22-10 NIL PSI; TOH w/ 246 jts tbg + XO + DC's + BS + bit. MIRU wireline, ran CBL-GR-CCL log, repeat interval w/ NIL psi, log from 8754' WLM to surf, TOC 5812'. RIH w/ perf gun 120^ phas 4 spf, Perf Lower Montoya from 8712'-8728' 68 holes made. SWI SDFN

Spud Date:

Rig Release Date:

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

SIGNATURE Angela Lightner TITLE Regularoty Consultant DATE 11/29/2010

Type or print name Angela Lightner E-mail address: angela@rkford.com PHONE: 432-682-0440

**For State Use Only**

APPROVED BY: [Signature] TITLE PETROLEUM ENGINEER DATE DEC 01 2010

Conditions of Approval (if any):