State of New Mexico Energy, Minerals and Natural Resources Department

Form C-103 Revised 1-1-89

DISTRICT I P.O. Box 1980, Hobbs, NM 88240 OIL CONSERVATION DIVISION WELL API NO. 2040 Pacheco St. 30-025-30865 Santa Fe, NM 87505 P.O. Drawer DD, Artesia, NM 88210 sIndicate Type of Lease STATE FEE DISTRICT III «State Oil & Gas Lease No. 1000 Rio Brazos Rd., Aztec, NM 87410 SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A Lease Name or Unit Agreement Name DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" **GENERAL G STATE** (FORM C-101) FOR SUCH PROPOSALS.) Type of Well: WELL X WELL OTHER 2Name of Operator TITAN RESOURCES I, INC. «Well No. 3 3Address of Operator Pool name or Wildcat 500 W. TEXAS, STE 500, MIDLAND, TEXAS 79701 MONUMENT SOUTHEAST (ABO) ₄Well Location 525 Ν Unit Letter _ 600 Feet From The Line and Feet From The Line 1 **20S** Section Township Range LFA NMPM County 10 Elevation (Show whether DF, RKB, RT, GR, etc.) 3525 GR. 11 Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PLUG AND ABANDON PERFORM REMEDIAL WORK REMEDIAL WORK ALTERING CASING TEMPORARILY ABANDON CHANGE PLANS COMMENCE DRILLING OPNS. PLUG AND ANBANDONMENT **PULL OR ALTER CASING** CASING TEST AND CEMENT JOB OTHER: OTHER: RE-ENTRY 12Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work) SEE RULE 1103. **RE-ENTER WELL 6-2-98** 6/2/98 TO 6/8/98 DRILL TO 7680'.
6-10-98 MIRU WELL SERVICE & PUMP TRUCK; CIRC. HOLE CLEAN; TOOH; PREPARE TO RUN TBG, LOG & PERF WELL.
6/11/98 FINISH TOOH W/ BIT & SCRAPER; RU WIRELINE; RUN CNL/GR/CCL FROM 7595' TO 6800'; CBL/GR/CCL FROM 7595
TO 4900'; TOP CMT @ 2300'; PERF ABO @ 7036'-43', 70', 88', 94', 97', 7117', 41', 47', 55', 68', 79', 85', 98', 7207', 11', 18', 21' (36 TOTAL HOLES) 2 SPF 4" SELECT FIRE; RD WIRELINE.; TIH W/ PKR, 236 JTS. 2 3/8" TBG; LEAVE PKR SWINGING @ 7233'.
6/12/98 RU; WITH PKR SWINGING AT 7223'; PICKLE TBG W/ 250 GALS 15%; SPOT 250 GAL 20% NEFE; PU HOLE & LD 10 JTS.
2 7/8" TBG; SET PKR @ 6895'; ND BOP; NU WELL HEAD; LOAD BACK SIDE TO 500 PSI; ACIDIZE ABO (7036'-7221') W/ 10,000 GALS
20% NEFE & 72 BS; MAX PRESSURE; 6000 PSI; AVG PRESSURE 3800 PSI; AIR 6.5 BPM; GOOD BALL ACTION THRU OUT JOB; 1
COMPLETE BALL OUT; ISIP 1050 PSI; 5 MIN. 260 PSI; 10 MIN. 40 PSI; 15 MIN. VAC.; RU SWAB; IFL @ 2000'; MADE 2 RUNS; WELL
STARTED FI OWING: REC. 114 BLW IN 7 HRS.: LAST OIL CUT AT 9:00PM 50% OIL: TP 400 PSI.: SD. 6/2/98 TO 6/8/98 DRILL TO 7680' STARTED FLOWING; REC. 114 BLW IN 7 HRS.; LAST OIL CUT AT 9:00PM 50% OIL; TP 400 PSI.; SD.

6/17/98 SITP 1150 PSI; OPEN WELL TO SALES @ 8:00PM ON 16/64" CHOKE; AT 11:30 PM FLOWING 550 MCFD RATE; OPEN TO 18/64"; AT 2:30 AM; FTP 280 PSI; 500 MCFD RATE; OPEN TO 20/64" CHOKE; AT 8:00AM FTP 175 PSI; 400 MCFD RATE; OPEN TO 24/64" CHOKE. 6/27/98 MIRU WELL SERVICE; ND WELL HEAD; NU BOP; TOOH W/ PKR; TIH W/ MA, PERF SUB, SN, 11 JTS. 2 3/8" TBG, TAC, 226 JTS. 2 3/8" TBG; SN LANDED AT 7269'; ND BOP; NU WELL HEAD; PU TIH W/ 1.25" PUMP, 116 - 3/4" RODS. 6/28/98 FINISH PU & TIH W/ 86 - 3/4" RODS, 89 - 7/8" RODS; HWO; SPACED OUT; LOAD & TEST TO 500 PSI; 4 STROKES; WELL TO PRODUCTION; RD. I hereby certify that the information above is true and complete to the best of my knowledge and belief. SIGNATURE (

TITLE Operations Lock. DATE 7-30-98 TYPE OR PRINT NAME (This space for State Use) ORIGINAL SECULIES OF ITS WELLAMS TITLE DATE SEP 0 3 1998

DISTRICT | SU CONDITIONS OF APPROVAL, IF ANY: