

DISTRICT I
P.O. Box 1980, Hobbs, NM 88240

DISTRICT II
P.O. Drawer DD, Artesia, NM 88210

DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410

OIL CONSERVATION DIVISION
P.O. Box 2088
Santa Fe, New Mexico 87504-2088

WELL API NO.
30-025-33681

5. Indicate Type of Lease
STATE ☒ FEE ☐

6. State Oil & Gas Lease No.
B-3480

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 ☒ GAS WELL ☐ OTHER ☐

2. Name of Operator
Zia Energy Inc.

3. Address of Operator
P.O. Box 2219, Hobbs, NM 88241

7. Lease Name or Unit Agreement Name
Cole State

8. Well No.
7

9. Pool name or Wildcat
Eunice San Andres SW

4. Well Location
Unit Letter H : 2300 Feet From The North Line and 920 Feet From The East Line
Section 16 Township 22 South Range 37 East NMPM Lea County

10. Elevation (Show whether DF, RKB, RT, GR, etc.)
3407' GR

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 ☐
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.

1. Drilled 7 7/8" hole to 4050'. On bottom 12/1/96.
2. Ran 4058' of 5 1/2" - 15.5# J-55 new casing a guide shoe on bottom with a float collar on 1st collar. Set casing at 4015' GL. Cemented using 985 sxs HOWCO lite plus 315 sxs cl "c" neat. Circulated 293 sxs to pit. Released rig.
3. Ran GR - CNL - CCL from 2000' to 3990'. Perforated 17 holes from 3786' to 3878'. Acidized perfs. using 1500 GA.
4. Ran 2967' of 2 7/8" tubing w/ rods and pump. Placed on production.
5. 12/26/96 re-acidized using 3000 GA.

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

SIGNATURE Farris Nelson TITLE President DATE 1/30/97
TYPE OR PRINT NAME Farris Nelson 505/393-2937 TELEPHONE NO.

(This space for State Use)

Orig. Signed by
Paul Kautz
Geologist

APPROVED BY _____ TITLE _____ DATE Jan 31 1997

CONDITIONS OF APPROVAL, IF ANY: