

Submit 3 Copies To Appropriate District
Office
District I
1625 N French Dr., Hobbs, NM 87240
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

Form C-103
May 27, 2004

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

WELL API NO. 30-005-64144
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name: WEST NEWMILL 15 STATE COM.
8. Well Number #001H
9. OGRID Number 269168
10. Pool name or 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 type="checkbox"/> Gas Well <input type="checkbox"/> Other <u>TEMP. ABANDONED</u>	7. Lease Name or Unit Agreement Name: WEST NEWMILL 15 STATE COM.
2. Name of Operator KEYSTONE PETROLEUM NM LLC	8. Well Number #001H
3. Address of Operator 222 W. LAS COLINAS BLVD., SUITE 1570E, IRVING, TEXAS 75039	9. OGRID Number 269168
4. Well Location Unit Letter <u>N</u> : <u>760</u> feet from the <u>SOUTH</u> line and <u>1980</u> feet from the <u>WEST</u> line Section <u>15</u> Township <u>04S</u> Range <u>26E</u> NMPM County <u>CHAVES</u>	10. Pool name or Wildcat
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3824' - GR	
Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input checked="" type="checkbox"/> Pit type <u>STEEL</u> 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 * <u>NONE WITHIN 1,000.</u>	

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 checked="" 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"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPLETION <input type="checkbox"/>	CASING TEST AND CEMENT JOB <input type="checkbox"/>	
OTHER: <input type="checkbox"/>		OTHER: <input 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 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

PROPOSED PLUG AND ABANDONMENT PROCEDURE: NOTE: WELL HAS BEEN CIRCULATED W/ 10# PXA FLUID.

- 1) SET 9-5/8" CIBP @ 850' (T/SAN ANDRES); DUMP BAIL 35' CMT. ON TOP OF CIBP @ 850'-815'.
- 2) SET 9-5/8" CIBP @ 260' (13-3/8" SURF.CSG.SHOE); DUMP BAIL 35' CMT. ON TOP OF CIBP @ 260'-225'.
- 3) SET 9-5/8" CIBP @ 38'; DUMP BAIL 35' CMT. ON TOP OF CIBP @ 38'-3'.
- 4) DIG OUT X CUT OFF WELLHEAD 3' B.G.L.; WELD ON STEEL PLATE TO CASINGS X INSTALL DRY HOLE MARKER.

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 used according to NMOCD guidelines ☒, a general permit ☐ or an (attached) alternative OCD-approved plan ☐

SIGNATURE David A. Exler TITLE AGENT DATE 10/12/11

Type or print name DAVID A. EXLER

E-mail address: deyler@milagro-res.com
Telephone No. (432) 687-3033

For State Use Only

APPROVED BY [Signature] TITLE Dist. H. Spewise DATE 11/2/11

Conditions of Approval, if any:

KEYSTONE PETROLEUM GP, LLC

WEST NEWMILL STATE COM 15 #1
CURRENT CONDITION

Spudded 4/27/11
Plugged

API 30-005-64144

CURRENT COMPLETION

Randy W. Ray 9/20/11

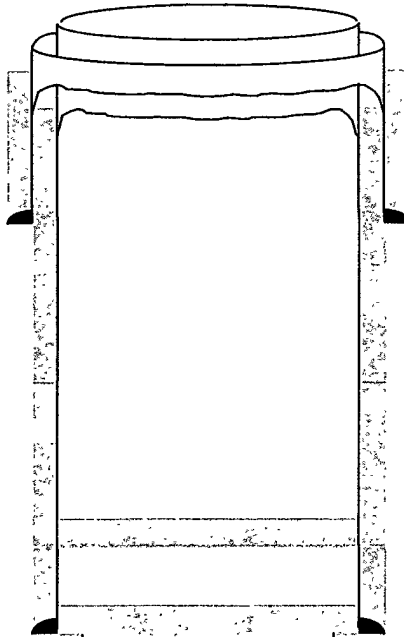
KB: 3837'
CH: -
GL: 3824'

760' FSL & 1980' FWL
Sec 15, T-4-S, R-26-E
Chaves County, New Mexico

Casing Strings:

13-3/8" 54.5# J-55 (17-1/2" hole)
@ 260' w/ 510 sx cmt
TOC @ surface

9-5/8" 36# J-55 (12 1/4" hole)
@ 2,006' w/ 650 sx cmt
TOC @ surface - circ 163 sx



40 sx plug fr/ 1795' - 1895'

40 sx plug fr/ 1956' - 2056'

40 sx plug fr/ 3920' - 4920'

40 sx plug fr/ 4650' - 4750'

40 sx plug fr/ 5950' - 6050'

40 sx plug fr/ 6600' - 6700'

8 3/4" hole to 6,770'

TD = 6,770'

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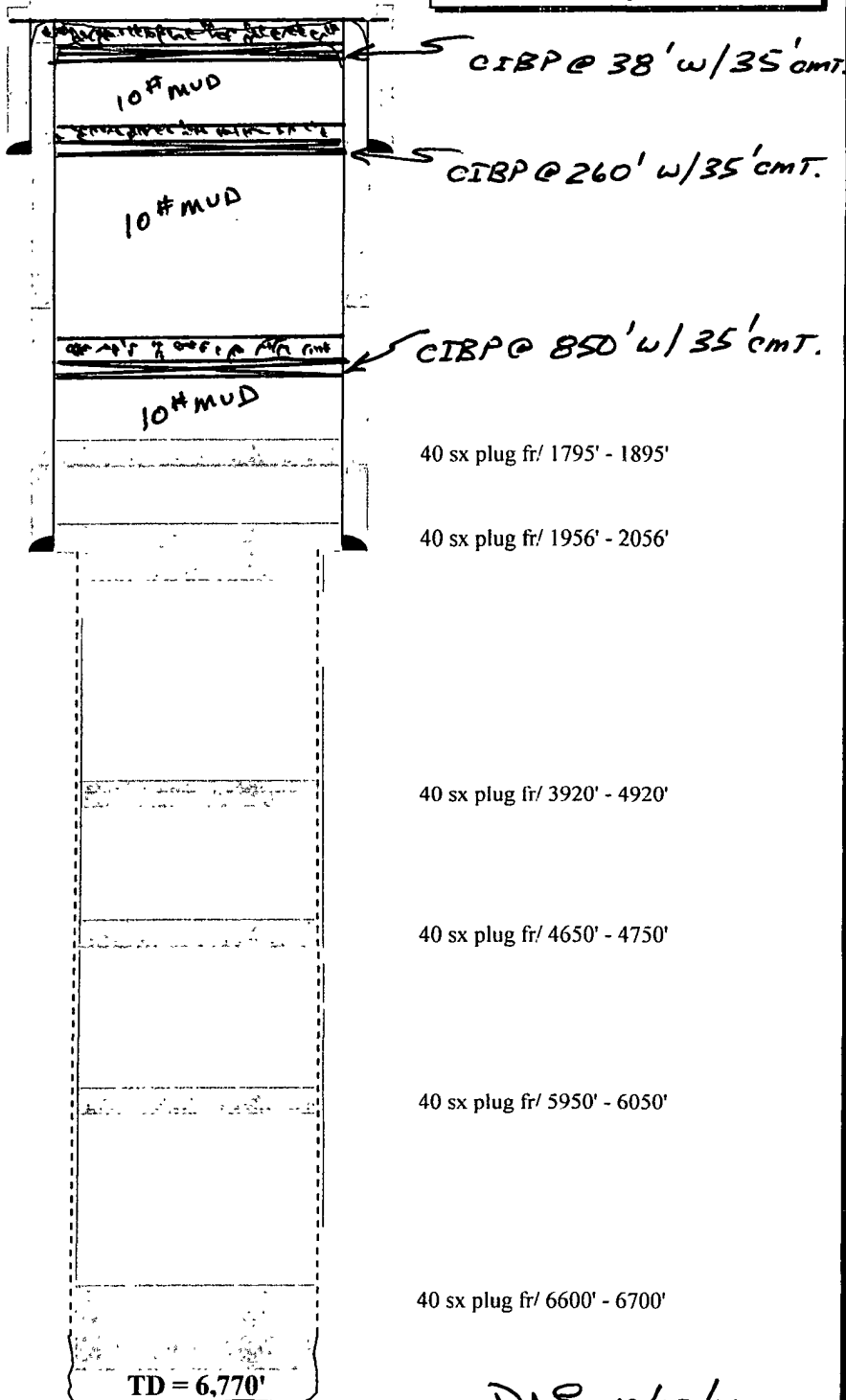
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DAE 10/12/11