Submit Copy To Appropriate District State of New Mexico	Form C-103
District 1 1625 N. French Dr., Hobbs, NM 88240 District I	October 13, 2009 WELL API NO. 30-005-64128
District II 1301 W. Grand Ave., Artesia, NM 88210 District III 1220 South St. Francis Dr	5. Indicate Type of Lease
1000 Rio Brazos Rd., Aztec, NM 87410	STATE X FEE 6. State Oil & Gas Lease No.
1220 S. St. Francis Dr., Santa Fe, NM	6. State Off & Gas Lease No.
87505 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	7. Lease Name or Unit Agreement Name Full Moon 29
PROPOSALS.) 1. Type of Well: Oil Well 🔯 Gas Well 🗋 Other	8. Well Number 001
2. Name of Operator Read & Stevens, Inc.	9. OGRID Number 18917
3. Address of Operator P. O. Box 1518, Roswell, NM 88202-1518	10. Pool name or Wildcat
	Red Lake Ridge; San Andres
4. Well Location Unit Letter H : 1650 feet from the North line and	330 feet from the East line
Section 29 Township 8S Range 29E	NMPM County Chaves
11. Elevation <i>(Show whether DR, RKB, RT, GR, etc</i> 3,324' GR	
12. Check Appropriate Box to Indicate Nature of Notice	, Report or Other Data
NOTICE OF INTENTION TO: SUE	SEQUENT REPORT OF:
PERFORM REMEDIAL WORK 🔲 PLUG AND ABANDON 🖄 REMEDIAL WOF	RK 🔲 ALTERING CASING 🗌
TEMPORARILY ABANDON CHANGE PLANS COMMENCE DR PULL OR ALTER CASING MULTIPLE COMPL CASING/CEMEN	RILLING OPNS. P AND A
OTHER:	П
 Describe proposed or completed operations. (Clearly state all pertinent details, ar of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Co proposed completion or recompletion. 	d give pertinent dates, including estimated date mpletions: Attach wellbore diagram of
1. MIRU. Install BOP.	· · ·
2. LD rods and tally tbg out of hole.	RECEIVED
 RIH to 2800', spot 35 sxs Class "C" cmt. WOC and tag. Circ hole w/brine and mud. 	
5. POH to 1700', spot 40 sxs Class "C" cmt. WOC and tag.	JUN 28 2013
6. POH to 260' and circ 25-30 sxs Class "C" cmt to surface.	IN OF APPROVAL ATTACHED
7. RD, cut off wellhead, install dry hole marker. Cut off achors.	
Approval	Granted providing work is
Complete	dby A. L. A-AOI4
	Junit Contraction only
Spud Date: 11/01/2010 Rig Release Date: 11/07/2	010 nder
	÷ 7
I hereby certify that the information above is true and complete to the best of my knowled	ge and belief.
A B · · ·	
SIGNATURE SIGNATURE Production/Regulatory A	nalystDATE 06/18/2013
Type or print name Kellý Barajas E-mail address: kbarajas@read-	stevens.comPHONE: 575-622-3770
For State Use Only	
APPROVED BY: () KILLE TITLE JIST & JY	DENUSER DATE July 2. 2013
Conditions of Approval (if any):	\bigcirc 1
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SEE ATTAChed COAS	

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FULL MOON 29 #1 Section 29, T8S-R29E 1650' FNL & 330' FEL Chaves County, NM

> 260' to surface Circ 25/30 sxs Class "C" cmt 8 5/8" ST&C csg 420' 1700' 40 sxs Class "C" cmt. WOC, Tag 2 3/8" J-55 8rd tbg @ 2738' 2800' Perfs - 2837' - 2860' Red Lake Ridge San Andres 5 1/2" J-55 csg 2985' TD PBTD 2910' ~

35 sxs Class "C" cmt. WOC, Tag

NEW MEXICO OIL CONSERVATION DIVISION DISTRICT 2 OFFICE 811 S. FIRST STREET ARTESIA, NM 88210 (575)748-1283

CONDITIONS OF APPROVAL FOR PLUGGING & ABANDONMENT
Operator: Read & Stewens, Inc
Well Name & Number: Full MOON 29 #1
API #: 30-005-64/28

- 1. Produced water <u>will not</u> be used during any part of the plugging & abandonment operation.
- 2. Notify NMOCD Dist. 2 office at least 24 hrs before beginning work.
- **3.** Closed Loop System is to be used for entire plugging operation. Upon completion, contents of steel pit are to be hauled to a permitted disposal location.
- 4. Trucking companies being used to haul oilfield waste fluids to a disposal commercial or private shall have an approved NMOCD C-133 permit. A copy of this permit shall be available in each truck used to haul waste products. It is the responsibility of the operator, as well as the contractor, to verify that this permit is place prior to performing work. Drivers shall produce a copy upon request of NMOCD Field Inspectors.
- 5. A subsequent C-103 will serve as notification that the well bore has been plugged ONLY. A C-103 FINAL shall be filed before any bonding can be released on the well. Upon receipt of the Final, an inspection will be performed to verify that the location has been satisfactorily cleaned to NMOCD standards.
- 6. If work has not begun within 90 days of the approval of this procedure, an extension request must be filed, stating reason that well has not been plugged.
- 7. Every attempt must be made to clean the well bore out to below the perfs, before any plugs can be set, by whatever means possible.
- 8. Cement Retainers may not be used.

9. Squeeze pressures are not to exceed 500 PSI, unless approval is given by NMOCD.

10. Plugs may be combined after consulting with and getting approval from NMOCD.

11. Minimum WOC time for tag plugs will be 4 Hrs.

DATE:

APPROVED BY:

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GUIDELINES FOR PLUGGING AND ABANDONMENT

DISTRICT II / ARTESIA

- All cement plugs will be a minimum of 100' in length or a minimum of 25 sacks of cement, whichever is greater.
- Mud laden fluids must be placed between all cement plugs.
- Mud laden fluids must be mixed at 25 sacks of gel per 100 bbls of water.
- A cement plug is required to be set 50' below and 50' above all casing shoes and casing stub plugs. These plugs must be tagged.
- A CIBP with 35' of cement on top may be set in lieu of 100' cement plug.
- A plug as indicated above must be placed within 100' of top perforation. This plug must be tagged.
- Plugs set below and above salt zones must be tagged.
- No more than 2000' is to be allowed between cement plugs in open hole and no more than 3000' in cased hole.
- DV tools are required to have a 100' cement plug set 50' above and below the tool and must be tagged.
- Formations to be isolated with plugs placed at the top of each formation are:
 - o Fusselman
 - o Devonian
 - o Morrow
 - o Wolfcamp
 - o Bone Spring
 - o Delaware
 - Any Salt Section (Plug at top and bottom)
 - o Abo
 - o Glorieta
 - Yates (this plus is usually at base of salt section)
- If cement does not exist behind casing strings at recommended formation depths, the casing must be cut and pulled with plugs set at these depths or casing must be perforated and cement squeezed behind casing at the formation depths.
- In the R-111-P area (Potash Mine area) a solid cement plug must be set across the salt section.
 Fluid used to mix the cement shall be saturated with the salts common to the section penetrated and in suitable proportions, but not more than a 3% calcium chloride by weight of cement will be considered the desired mixture whenever possible (50' below and 50' above).