

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

2040 Pacheco St.  
Santa Fe, NM 87505

RECEIVED

JUL 18 2005

DO NOT WRITE

WELL API NO. 30-015-29331
Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
State Oil & Gas Lease No. 647-390
Lease Name or Unit Agreement Name Illinois Camp "21"
Well No. 1
Pool name or Wildcat Illinois Camp, Morrow

**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.)

Type of Well:

OIL  
WELL ☐

GAS  
WELL ☒

OTHER

Name of Operator  
Bluegrass Energy, Inc.

Address of Operator  
5727 South Lewis, Ste. 700 Tulsa, Okla. 74105

Well Location

Unit Letter K : 1980 Feet From The South Line and 1650 Feet From The West Line

21 Section 18S Township 28E Range NMPM Eddy County

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

3696' KB

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 ANBANDONMENT ☒  
CASING TEST AND CEMENT JOB ☐  
OTHER: ☐

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.

- 5/27/05 Notify OCD. MIRU BCM Rig #5. NDWH NU BOP.
- Plug#1 6/2/05 30sx. @10003' on top of Baker "EL" pkr. WOC & TAG 9628'. CIRC hole mud laden fluid. 25 sx. salt gel per 100bbls. brine.
- Plug#2 6/3/05 Perf. @7856' spot 40 sx. 7861'. WOC & TAG 7581'
- Plug#3 6/6/05 Perf. @5610' spot 40 sx. @5627' WOC & TAG 5347'
- Plug#4 6/8/05 spot 40sx. @3546' across 41/2 stub @3464' WOC & TAG 3398'
- Plug#5 6/9/05 spot 50sx. @2769' across 95/8 shoe @2700' WOC & TAG @2622'.
- Plug#6 6/9/05 spot 85sx. @563'. Dig out cellar cement to surf. visual on 95/8'. WOC & TAG 273'.
- Plug#7 6/10/05 spot 20sx. 60' to surf. ND BOP Cut off W.H. Install Dry Hole Marker. cement @surf. visual. RDMO. 6/10/05. Note: 41/2 csg. recovered 3464' split collar csg. partially collapsed. Mud laden fluid between all plugs.

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

SIGNATURE Mark E Repasky TITLE Consulting engineer DATE 06-13-05

TYPE OR PRINT NAME MARK E REPASKY TELEPHONE NO. 918-743-8060

(This space for State Use)

APPROVED BY Gerry Guye TITLE Compliance Officer DATE 12-7-05

CONDITIONS OF APPROVAL, IF ANY:

OK to Release

# *Bluegrass Energy, Inc.*

November 23, 2005

RECEIVED

NOV 28 2005

ARTESIA

New Mexico Natural Resources Department  
Oil Conservation Division  
1301 West Grand Ave.  
Artesia, NM 88201

Attn: Van Barton

RE: Illinois Camp # 1-21  
API # 30-015-29331  
Section 21-T18S-R27E  
Eddy County, New Mexico  
VIOLATION OF OCD RULE 202.B

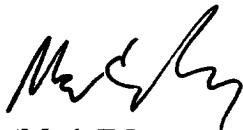
Dear Mr. Barton:

In reference to your letter dated November 14, 2005 on the above captioned property, please be advised that the inspection violations referenced (copy attached) have been corrected and the well is ready for re-inspection at your earliest convenience.

We apologize for any inconvenience that this may have caused.

Should you have any questions, please advise.

Sincerely,



Mark E Repasky

cc: Well File