

Submit 3 Copies To Appropriate District
Office
District I
1625 N. French Dr., Hobbs, NM 88240
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

NOV 28 2007

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WELL API NO. 30-015-03413
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No. 032683
7. Lease Name or Unit Agreement Name Ballard Grayburg San Andres Unit
8. Well Number #26-1
9. OGRID Number 034306
10. Pool name or Wildcat Loco Hills QU-GB-SA

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 injection well

2. Name of Operator
Tandem Energy Corporation

3. Address of Operator
P.O. Box 1559 Midland, TX 79702-1559

4. Well Location
Unit Letter L : 2310 feet from the S line and 330 feet from the W line
Section 4 Township 18-S Range 29-E NMPM County Eddy

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3538' GL

Pit or Below-grade Tank Application ☐ or Closure ☐

Pit type _____ 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 _____

12. 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 ☐ MULTIPLE COMPL ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☒ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ P AND A ☐
CASING/CEMENT JOB ☐

OTHER: ☐

OTHER: ☐

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.

Tandem Energy rigged up on this well due to it showing up on the Inactive well List. This injection well was not taking any water and was reported accordingly. Tandem pulled the well, cleaned it out to PBTD, stimulated it with acid, ran new IPC tubing and returned the well to injection. The attached MIT test was performed subsequently. The packer set depth is 2503'

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

SIGNATURE Tobin Scott

TITLE VP- Operations

DATE 11/27/07

Type or print name TOBIN SCOTT

E-mail address: tscott@tandem-energy.com

Telephone No. 432-686-7136

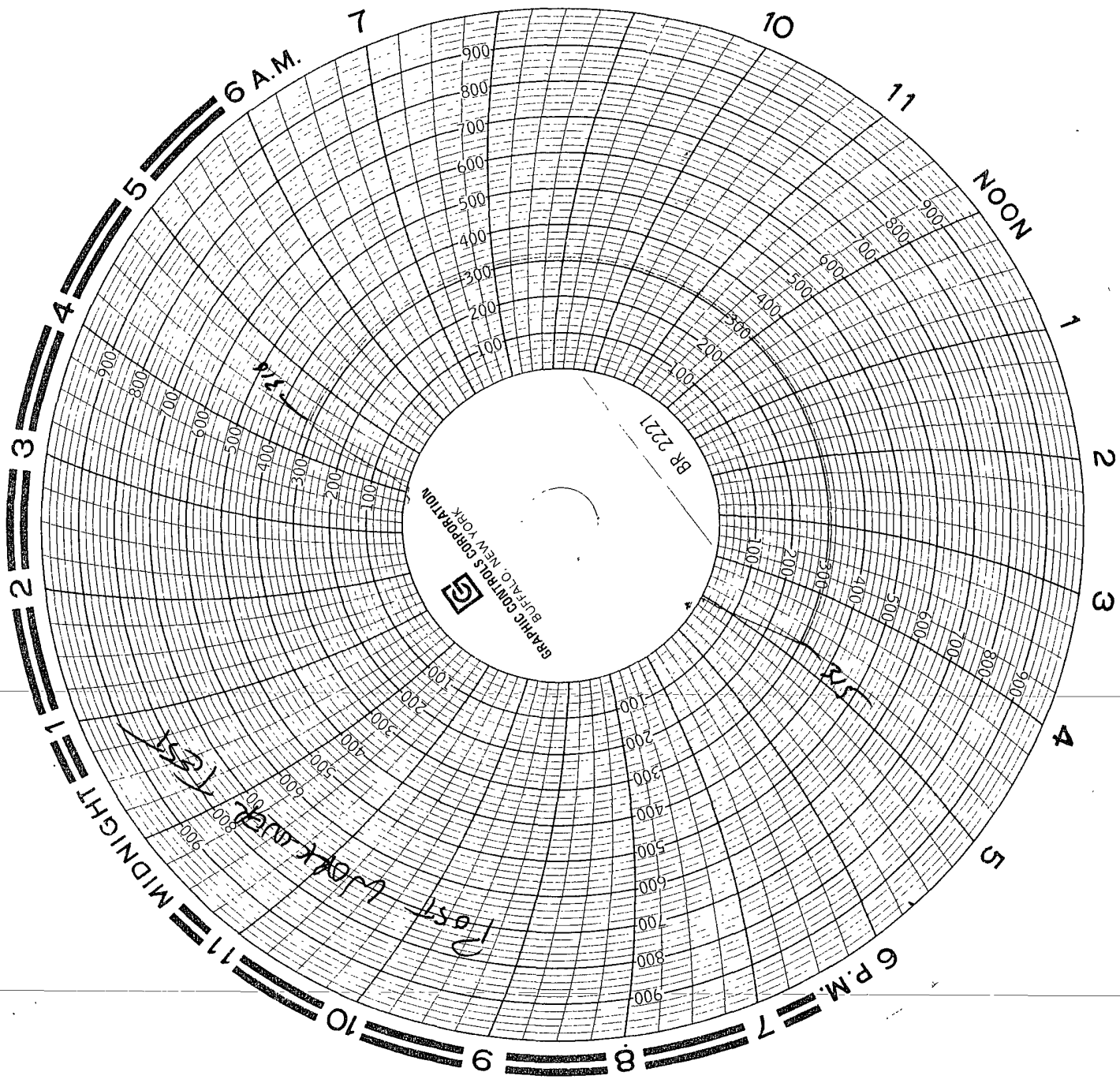
For State Use Only

APPROVED BY: RICHARD INGE

TITLE COMPLIANCE OFFICER

DATE 12/07/07

Conditions of Approval (if any):



11/16/07 MIT

I&W
TRK #4 HD

9:45A - 10:15A

Recorder S/N 6068

Calibrated by
Wildcat Measurement
4/5/07

Kevin Smith

Tandem Energy
Ballard 26-01

BALLARD GRAYBURG

SAN ANDRES C/Nit .001
30-015-03413-00-00