

Submit 1 Copy 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
October 13, 2009

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

WELL API NO. 30-015-21003
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. E-4276
7. Lease Name or Unit Agreement Name EXXON STATE
8. Well Number 001
9. OGRID Number 236183
10. Pool name or Wildcat SQUARE LAKE; QUEEN (GAS)

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-104) FOR SUCH PROPOSALS.)	
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other	RECEIVED JAN 20 2010 NMOCD ARTESIA
2. Name of Operator TANDEM ENERGY CORPORATION	
3. Address of Operator 11490 WESTHEIMER RD, STE. 1000 HOUSTON, TX 77077	
4. Well Location Unit Letter <u>M</u> : <u>660</u> feet from the <u>SOUTH</u> line and <u>660</u> feet from the <u>WEST</u> line Section <u>16</u> Township <u>16S</u> Range <u>31E</u> NMPM <u>EDDY</u> County	
11. Elevation (Show whether DR, RKB, RT, GR, etc.)	

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 ☐
DOWNHOLE COMMINGLE ☐

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 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

1. RIH WITH CIBP SET @ 3330' - RIH CIRCULATE PLUGGING MUD - SPOT 35' OF CEMENT ON TOP

2. FREE POINT CASING - CUT AND PULL - SPOT 35 SACKS ACROSS STUB PLUG

3. PUMP 25 SACKS @ 2060' - TAG

4. PUMP 25 SACKS @ 1750' - 1640' TAG (SALT)

5. PUMP 25 SACKS @ 970' - TAG - 710' TAG - (SALT)

6. PUMP 25 SACKS @ 479' - TAG

7. CIRCULATE 15 SACKS FROM 60' TO SURFAC

8. CUT OFF WELL HEAD AN ANCHORS - INSTALL PA MARKER - LEVEL LOCATION

Spud Date:

Rig Release Date:

**Notify OCD 24 hrs. prior
To any work done.**

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

SIGNATURE Terri Jennings TITLE Agent for Tandem Energy DATE 1-18-2010
Type or print name Terri Jennings E-mail address: Rumaldo Hinojosa PHONE: 325-573-0725
For State Use Only

APPROVED BY [Signature] TITLE Approval Granted providing work DATE 1/26/2010
Conditions of Approval (if any): is complete by 3/26/2010