

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
June 19, 2008

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

WELL API NO. 30-015-26818
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name: Covert Com
8. Well Number 2
9. OGRID Number 015742
10. Pool name or Wildcat Undesignated - Wolfcamp
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3575.4 GR

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 checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other	2. Name of Operator Nearburg Producing Company
3. Address of Operator 3300 N. A St., Bldg 2, Ste. 120, Midland, TX 79705	4. Well Location Unit Letter <u>D</u> : <u>660</u> feet from the <u>North</u> line and <u>660</u> feet from the <u>West</u> line Section <u>6</u> Township <u>20-S</u> Range <u>25-E</u> NMPM County <u>Eddy</u>
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 ☐
OTHER: ☐

SUBSEQUENT REPORT OF:

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

Nearburg Producing Company requests to plug & abandon the subject well per the attached proposed P&A procedure

Spud Date:

Rig Release Date:

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

SIGNATURE Michelle Langston TITLE Regulatory Analyst DATE 8/24/10
mlangston@nearburg.com
Type or print name Michelle Langston E-mail address: mlangston@nearburg.com PHONE 432-818-2952

For State Use Only

APPROVED BY [Signature] TITLE Approval Granted providing work DATE 8/30/2010
Conditions of Approval (if any): is complete by 8/30/2010

PROPOSED P&A PROCEDURE

COVERT COM #2

API # 30-015-26818

SEC 6, T20S, R25E, EDDY CO., NM

8/3/10 – Set CIBP w/35' cmt. TOC @ 7632'

8/3/10 – Cisco set CIBP @ 7550' - 35' cmt. TOC @ 7515'. WC open perms 6734-6912'. Pkr left in hole, could not release @ 6662'.

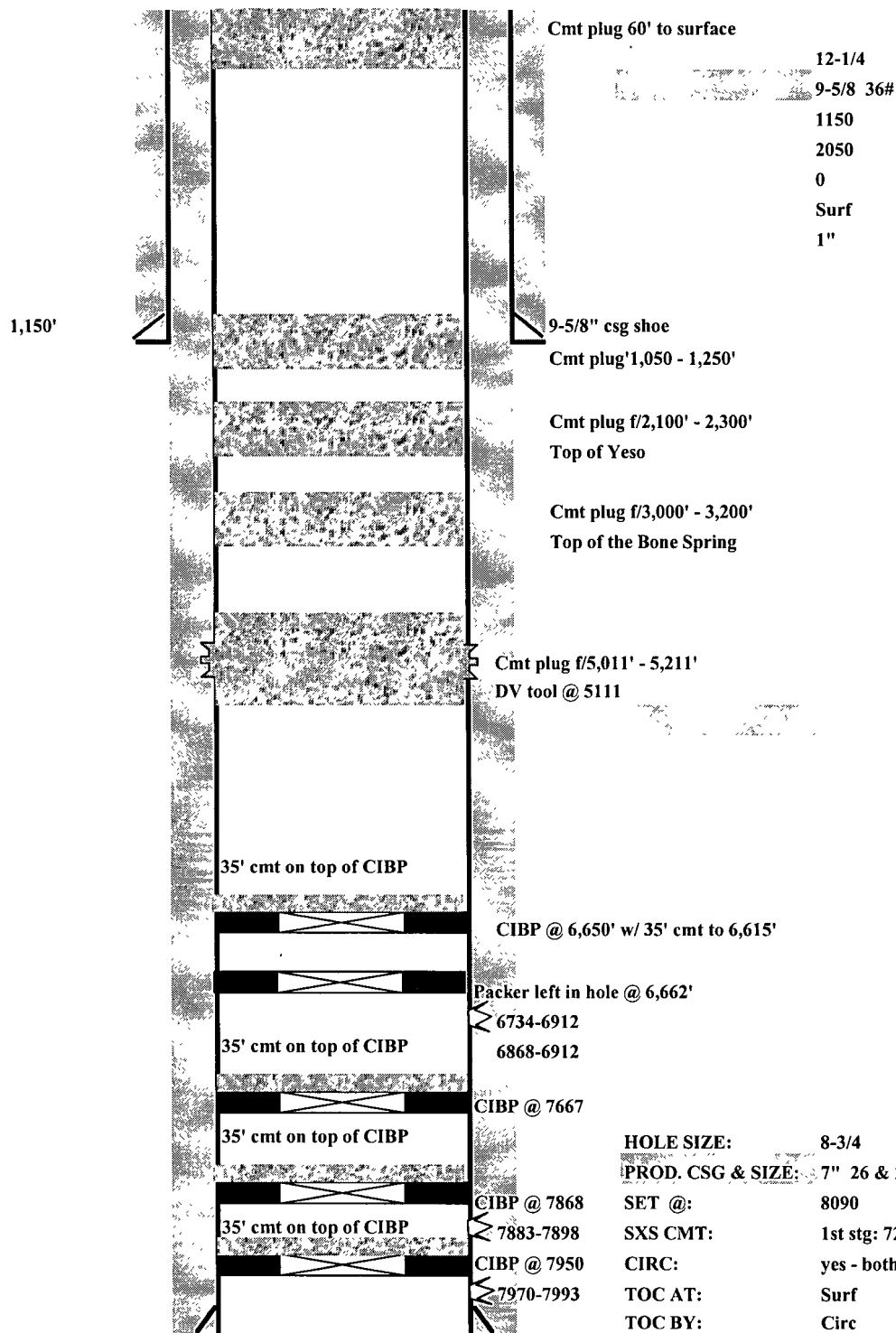
1. Set CIBP @ 6550' w/35' cmt. TOC @ 6515'.
2. DV tool @ 5111' – cmt from 5061-5261' w/35 sxs Class C cmt (100' above & below).
3. Plug @ 3000-3200' w/35 sxs Class C cmt. Top of Bone Spring.
4. Plug @ 2100-2300' w/35 sxs Class C cmt. Top of Yeso.
5. Plug @ surface 9 5/8" shoe(1150) cmt from 1050-1250' tag – 35 sxs Class C cmt.
6. Surface plug 60' to surface – 10 sxs Class C cmt.

Cut off wellhead & set dry hole marker. Proposed wellbore diagram attached.

Remediate location as needed.

PROPOSED WELLBORE DIAGRAM

LEASE: Covert Com	WELL: 2	FIELD: Dagger Draw North	API: 30-015-26818
LOC: 660 FN & W	SEC: 6	BLK: 0	Reservoir Canyon
SVY: T20S R25E	GL: 3573	CTY/ST Eddy Co., NM	SPUD: 11/1/1991
CURRENT STATUS: TA'd	KB: 3588	DF: 3587	TD DATE: 11/27/1991
			COMP. DATE: 1/7/1992



HOLE SIZE:
SURF CSG & SIZE:
SET @:
SXS CMT:
CIRC:
TOC AT:
TOC BY:

*****GEOLOGY*****

TOPS OF ALL ZONES
PRODUCTIVE OF HYDRO-
CARBONS:

CURRENT PERFS:

SQUEEZE JOBS:

HOLE SIZE: 8-3/4
PROD. CSG & SIZE: 7" 26 & 29#
SET @: 8090
SXS CMT: 1st stg: 725 sx, 2nd stg: 750 sx
CIRC: yes - both stages
TOC AT: Surf
TOC BY: Circ

OPEN HOLE:

LINER:

BY: HRW
8/23/2010