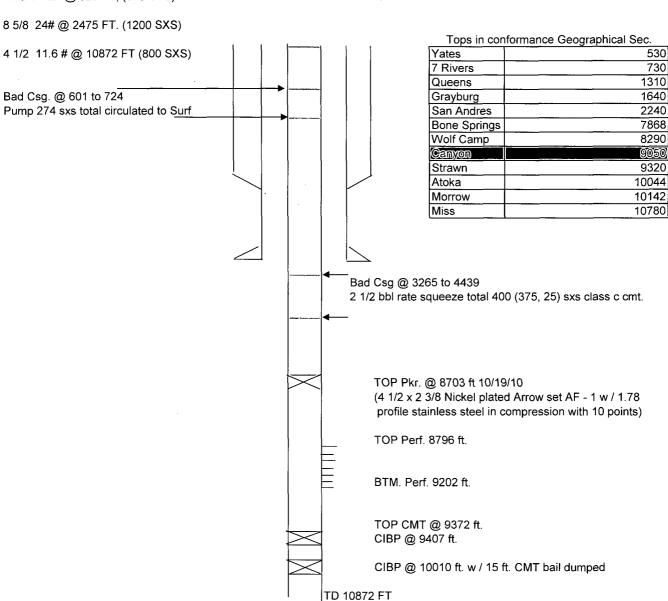
Submit I Copy To Appropriate District	State of New Mexico		Form C-103	
Office District I	Energy, Minerals and Natural Resources		October 13, 2009	
1625 N. French Dr., Hobbs, NM 88240	N. French Dr., Hobbs, NM 88240		WELL API	
<u>District II</u> 1301 W. Grand Ave., Artesia, NM 88210	OIL CONSERVATION DIVISION		3001522955 5. Indicate Type of Lease	
District III	1220 South St. Francis Dr.		STATE FEE	∃ □ xxx
1000 Rio Brazos Rd., Aztec, NM 87410 District IV	Santa Fe, NM 87505		6. State Oil & Gas Lease No	
1220 S. St. Francis Dr., Santa Fe, NM			*	
87505 SUNDRY NOTICES AND REPORTS ON WELLS			7. Lease Name or Unit Agree	ement Name
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A			State G. Com.	
DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH			8. Well Number # 1	
PROPOSALS.) 1. Type of Well: Oil Well Gas Well XX Other SWD WELL				
2. Name of Operator			9. OGRID Number	
Basic Energy Services			246368	
3. Address of Operator			10. Pool name or Wildcat	
P.O. BOX 10460 MIDLAND TEXAS 79702			Canyon Pool # 96184	
4. Well Location				
Unit Letter E: 1980 fee	t from the <u>FNL</u> line and <u>66</u>	60 feet from the	FWLline	
Section 24		ange 27E	NMPM County l	EDDY
The company of the contract of	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: SUBSEQUENT REPORT OF:				
PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WOR				
<u> </u>	☐ CHANGE PLANS ☐ COMMENCE DRI			
PULL OR ALTER CASING	MULTIPLE COMPL	CASING/CEMEN		
DOWNHOLE COMMINGLE				
OTHER:	atad amountings. (Clearly state all	OTHER:	d aire continued dates including	
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.				
			RECEIV	ED (
Please see attachment for work done on the State G Com # 1 (Two pages) OCT 2 0 2010				
NMOCD ARTESIA				
				
C ID				
Spud Date: Rig Release Date:				
I hereby certify that the information a	have is true and complete to the h	agt of my Imavylad	and haliaf	
Thereby certify that the information a	bove is true and complete to the bo	est of my knowled	ge and belief.	
SIGNATURE TITLE NM FLUID SALES MGR. DATE 10/19/10				
Type or print name <u>DAVID ALVARADO</u> E-mail address: <u>david.alvarado@basicenergyservices.com</u> PHONE: <u>575,746.9663</u>				
For State Use Only				
APPROVED BY: KUHAS WAS TITLE COMPUTANTS OFFICES. DATE U/9/10				
Conditions of Approval (if any):	iii LE COM	politions U	DAIL W/ T	100

Basic Energy Services

STATE G COM. # 1 API # 3001522955 UNIT E SEC. 24 TOWN SHIP 19S RANGE 27E

11 3/4 42# @ 325 FT, (375 SXS)



- 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.
- 9-13-10 RR to location SDFN
- 9-14-10 RU unit NU BOP TOH w / tbg tally packer parted. RIH with tbg. BTM Bull plug PSI Tbg. tested to 2000# good. SDFN
- 9-15-10 POH with 133 stands and one single 2 3/8 pc tbg.
- 9-16-10 Move in working string 2 3/8 N-80 tail 310 jts w/ over shot, Jars, 6 drill collars. TOH w/tbg and over shot. Lay down collars RlH 2 jts. On sand line w/ impression block TOH w / block RlH with over shot. TOH with Tbg drill collars, fish, SDFN bad weather.
- 9-17-10 TIH w / bit scraper pass perfs. TOH w / tbg. W/ bit, scrap. TIH with RBP set @ 8707 ft tested csg. did not test. SDFN
- 9-18-10 TIH with PKR set @ 4439 ft tested below good. TOH w/tbg. TIH with retrieving head and set RBP @ 4439 SDFN
- 9-20-10 TIH w/ tbg and PKR to 3265 ft tested good above pkr to surf.1000 psi. tested below rate 2 $\frac{1}{2}$ BPM @ 800 psi order cmt.
- 9-21-10 TIH w / RBP set @ 8707 ft. tested. TOH with 2 stands Dump 2sxs sand on top pkr stuck work with fresh water free.

TOH with pkr. replace with tension type. SDFN

9-22-10 TIH with Pkr. set @ 3065 ft. bad csg. between 3265 ft – 4439 ft. wait on cmt. RU cmt. Equipment establish 2 ½ BPM rate

Squeezed 375 sxs class C 2% calcium chloride displace with 15 bbls shut down 30 min 225 psi pump ½ bbl 250 psi shut down 30 min. pump ½ bbl 300 psi. pump ½ bbl. 750 psi shut in TIW ND cmt. Equip. Shut down for 5 days WOC.

9-27-10 POH w / Pkr. TIH w / 3 7/8 bit, Sub, 6 collars tag cmt. @ 3387 ft. drill to 3458 ft test neg. drill to 3765 ft. tested no test.

TOH with bit and tbg. TIH with Pkr, @ 2755 ft. call for cmt. Spot 25 sxs class C pump ½ bbl @ 1100 psi wait 30 min psi 1100# wait for cmt. WOC to cure till the 9-30-10 SDFN.

9-30-10 RU reverse unit TIH w / bit, sub, collars, tbg. tag Cmt. @ 3005 ft. drill down to 4439 ft circ. hole. tested good @ 500 psi.

10-1-10 POH with Bit, TIH with Packer to 1526 ft. tested below showed good set Pkr, @ 786 ft. tested Negative found hole between 601 ft and 724 ft. Call for Cmt. Spot 26 sxs Class C 2% calcium chloride POH w/ tbg. TIH 4 foot sub closed BOP displaced w / 2.56 bbls fresh PSI 1000 # WOCSDFN

10-3-10 TIH with Bit, sub, collars tag TOC @ 90 ft. drill out to 375 circulate clean test leaking Call for cmt. SDFN

10-4-10 RIH with 25 jts spot 23.5 sxs w/ fluid loss POH with tbg. squeeze thru csg. displace w / 6.5 bbls fresh psi to 1100 # WOC SDFN

10 -5-10 RIH w / bit tag Cmt. @ 90 ft. drill out to 375 ft SDFN

10-6-10 Continue drilling Cmt. From 375 ft. to 665 ft. tested good 540 psi. SDFN

10-7-10 Continued drilling Cmt. From 665 ft. to 780 ft circulate clean tested good TIH with 58 stands tag Cmt. @ 3765 ft drill btm Cmt. Squeeze out to 4220 ft. tested good @ 800 psi circulate clean SDFN 10-8-10 Psi on Csg. to 600 # tested good TIH to RBP wash sand tested showed leak in 4 $\frac{1}{2}$ csg TOH w / bit, collars, tbg.

10-9-10 RIH with Pkr found leak @ 640 ft. call for Cmt. Shut down till Monday.
10-11-10 spot 25 sxs displace thru csg. took .7 bbl psi to 1500 # WOC SDFN
10-12-1- TIH with Tbg. and bit to 994 ft. no Cmt. Tagged . Call for wire line.
10-13-10RU wire line with Perf guns and collar locater select 4 shots per/ft. @ 682 ft to 684 ft. Rig down Wire line RU Reverse unit circulated to surface 3 1/5 BPM rate circulate clean call for Cmt. SDFN

10-14-10 TIH with 1 jt. 4ft sub close BOP RU Cmt. Equip. Pump 200 sxs class C w / 2% calcium Chloride Circulate cmt. To surface displace cmt. To 284 ft from surface shut in w/ 900 psi on squeeze 10-15-10 TIH with bit tag Cmt. @ 405 circulated hole clean WOC SDFN

10-16-10 RU swivel tag Cmt @ 405 drill to 465 ft. Cmt. Still Green SI w/ 500 psi till Monday. 10-18-10 Tag Cmt. @ 465 ft drill out to 693 ft. circulated clean RIH 6 jts, circulate clean TOH w/tbg Laid down drill collars, bit sub & bit TIH with retrieving head to 8707 ft circulated clean test 460 psi one hour tested good. TOH with RBP SDFN

10-19-10 TIH with 4 $\frac{1}{2}$ x 2 3/8 Nickel Plated AF-1 w/ 1.78" profile Stainless steel 2 3/8 PC J-55 tbg Set @ 8703 ft. Load csg. 3% PKR fluid. Called OCD for MIT.

10-19-10 MIT Csg. to 380 # PSIG for 30 min. Passed and was observed by Field Supervisor Darold Gray OCD.

