District I 1625 N. French Dr., Hobbs, NM 87240 District II 811 South First, Artesia, NM 87210 District III 1000 Rio Brazzos Rd., Aztec, NM 87410 District IV 2040 South Pacheco, Santa Fe, NM 87505  Energy, Minerals and Natural Resources  Revised Man 30-31-20522  5. Indicate Type of Lease STATE X FEE 6. State Oil & Gas Lease No. V-1621	rm C-103 rch 25, 1999
District II South First, Artesia, NM 87210 District III 2040 South Pacheco 1000 Rio Brazzos Rd., Aztec, NM 87410 District IV 2040 South Pacheco, Santa Fe, NM 87505  OIL CONSERVATION DIVISION 30-31-20522 5. Indicate Type of Lease STATE X FEE 6. State Oil & Gas Lease No. V-1621	
811 South First, Artesia, NM 87210 District III 1000 Rio Brazos Rd., Aztec, NM 87410 District IV 2040 South Pacheco Santa Fe, NM 87505  OIL CONSERVATION DIVISION 2040 South Pacheco STATE X FEE 6. State Oil & Gas Lease No. V-1621	
1000 Rio Brazos Rd., Aztec, NM 87410  District IV 2040 South Pacheco, Sania Fe, NM 87505  Santa Fe, NM 87505  Control of the control of	
District IV 2040 South Pacheco, Santa Fe, NM 87505  Santa Fe, NM 87505  6. State Oil & Gas Lease No. V-1621	
V-1621	
CHAIDPY NOTICES AND DEDODTE ON WELLS	
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:  7. Lease Name of the Agreement of the PWU (16 19 19 19 19 19 19 19 19 19 19 19 19 19	
Oil Well X Gas Well Other	
2. Name of Operator Synergy Operating LLC  8. Well No. 2  0002 d38	
3. Address of Operator 9. Pool name or Wild	<del></del>
P.O.Box 5513, Farmington, NM 87499 Papers Was Intrada (40590)	
4. Well Location	F
Unit Letter H: 2310 feet from the North line and 330 feet from the East	line
Section 16 Township 19N Range 5W NMPM McKipley	County
10. Elevation (Show whether DR, RKB, RT, GR, etc.)	County
5690' RKB	
11. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data NOTICE OF INTENTION TO: SUBSECUENT REPORT OF	
DEDECOM DEMEDIAL WORK TO DILIC AND ADARDON TO	
PERFORM REMEDIAL WORK   PLUG AND ABANDON   REMEDIAL WORK   LI ALTERING CA	ASING L
TEMPORARILY ABANDON CHANGE PLANS COMMENCE DRILLING OPNS. PLUG AND	
PULL OR ALTER CASING  MULTIPLE  CASING TEST AND CEMENT JOB  MULTIPLE  CASING TEST AND CEMENT JOB	NT. X
OTHER:	
<ol> <li>Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed conformation.</li> </ol>	ated date
6/23/99:	
MI RU Key Energy rig #8. Bleed well to workover pit.	
6/24/99:	
ND WH, NU BOP. LD 3-1/2" tbg. RIH w/ guage ring to 5150'. Set 7" CIBP @ 5134' on W/L. TIH, picking up, 2-3/8" wor & tagged CIBP @ 5134'. Circ hole w/ FW. Attempt to Pressure Test Csg to 500#, had hole, injecting @ ¾-BPM @ 500#. S 5/25/99:	kstring ION.
Plug #1(Entrada): Spot 19-sxs Cl 'B' cmt from 5134-5034' on top of CIBP @ 5134'. Well still flowing after plug set. PUH	
riug #2(Dakota): Spot 78-sxs Ct B cmt + 2% CaCl <sub>2</sub> from 4198-3766', TOOH, WOC 4-Hrs. Till & tag TOC @ 3766', (Cha	to 4198'
procedure approved by NMOCD) Well still flowing after plug set. PIJH to 2963'	_
Plug #3(Gallup): Spot 78-sxs Cl 'B' cmt + 2% CaCl <sub>2</sub> from 2963-2563', PUH, WOC 4-Hrs, TIH & tag TOC @ 2563'. (Chang	ge in
procedure approved by NMOCD) Well quit flowing after plug set. TOOH, SION.	
TIH to 833'. Pressure tested Csg to 500# for 10-Minutes, Held OK.	
Plug #4(Mesa Verde): Spot 29-sxs Cl 'B' cmt_from 833-683' PLIH to 247'	
Plug #5(Surface): Circ 48-sxs Cl 'B' cmt from 247-Surface. TOOH. ND BOP. Dig cellar, cut-off WH 3' below Ground Lev	el. Top
off w/8-sxs Cl 'B' cmt. RD Key Energy rig #8. Install P&A marker  hereby certify that the information above is true and complete to the best of my knowledge and belief.	
70.8	
SIGNATURE Operations Manager DATE 7/6/9	19
Type or print name Glen O. Papp Telephone No. 32:	5-5449
This space for State use)  APPPROVED BY A COMMENTAL TITLE  TITLE	1 200