

Submit One Copy To Appropriate District Office

District I

1625 N. French Dr., Hobbs, NM 88240

District II

811 S. First St., 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

CONSERVATION DIVISION

1230 South St. Francis Dr.

Santa Fe, NM 87505

Form C-103

Revised November 3, 2011

WELL API NO.

30 025 20948

5. Indicate Type of Lease

STATE ☒ FEE ☐

6. State Oil & Gas Lease No.

B-1056-1

7. Lease Name or Unit Agreement Name

Texaco Shell State Com

8. Well Number 1

9. OGRID Number

291444

10. Pool name or Wildcat

Vacuum, Wolfcamp/U. Penn.

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

2. Name of Operator

Diamond S Energy Co.

3. Address of Operator

6608 Bryan Irvin Road, Fort Worth, Tx 76132

4. Well Location

Unit Letter J : 1833 feet from the S line and 1845 feet from the E line

Section 25 Township 17S Range 34E NMPM Lea County

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

4009 DF

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: ☐

☒ Location is ready for OCD inspection after P&A

☒ All pits have been remediated in compliance with OCD rules and the terms of the Operator's pit permit and closure plan.

☒ Rat hole and cellar have been filled and leveled. Cathodic protection holes have been properly abandoned.

☒ A steel marker at least 4" in diameter and at least 4' above ground level has been set in concrete. It shows the

OPERATOR NAME, LEASE NAME, WELL NUMBER, API NUMBER, QUARTER/QUARTER LOCATION OR UNIT LETTER, SECTION, TOWNSHIP, AND RANGE. ALL INFORMATION HAS BEEN WELDED OR PERMANENTLY STAMPED ON THE MARKER'S SURFACE.

☒ The location has been leveled as nearly as possible to original ground contour and has been cleared of all junk, trash, flow lines and other production equipment.

☒ Anchors, dead men, tie downs and risers have been cut off at least two feet below ground level.

☒ If this is a one-well lease or last remaining well on lease, the battery and pit location(s) have been remediated in compliance with OCD rules and the terms of the Operator's pit permit and closure plan. All flow lines, production equipment and junk have been removed from lease and well location.

☒ All metal bolts and other materials have been removed. Portable bases have been removed. (Poured onsite concrete bases do not have to be removed.)

☒ All other environmental concerns have been addressed as per OCD rules.

☒ Pipelines and flow lines have been abandoned in accordance with 19.15.35.10 NMAC. All fluids have been removed from non-retrieved flow lines and pipelines.

☒ If this is a one-well lease or last remaining well on lease: all electrical service poles and lines have been removed from lease and well location, except for utility's distribution infrastructure.

When all work has been completed, return this form to the appropriate District office to schedule an inspection.

SIGNATURE

TITLE

Consultant

DATE

3/15/2019

TYPE OR PRINT NAME

Phelps White

E-MAIL:

pwiv@zianet.com

PHONE:

575-626-7660

For State Use Only

APPROVED BY:

Kerry Fortner

TITLE

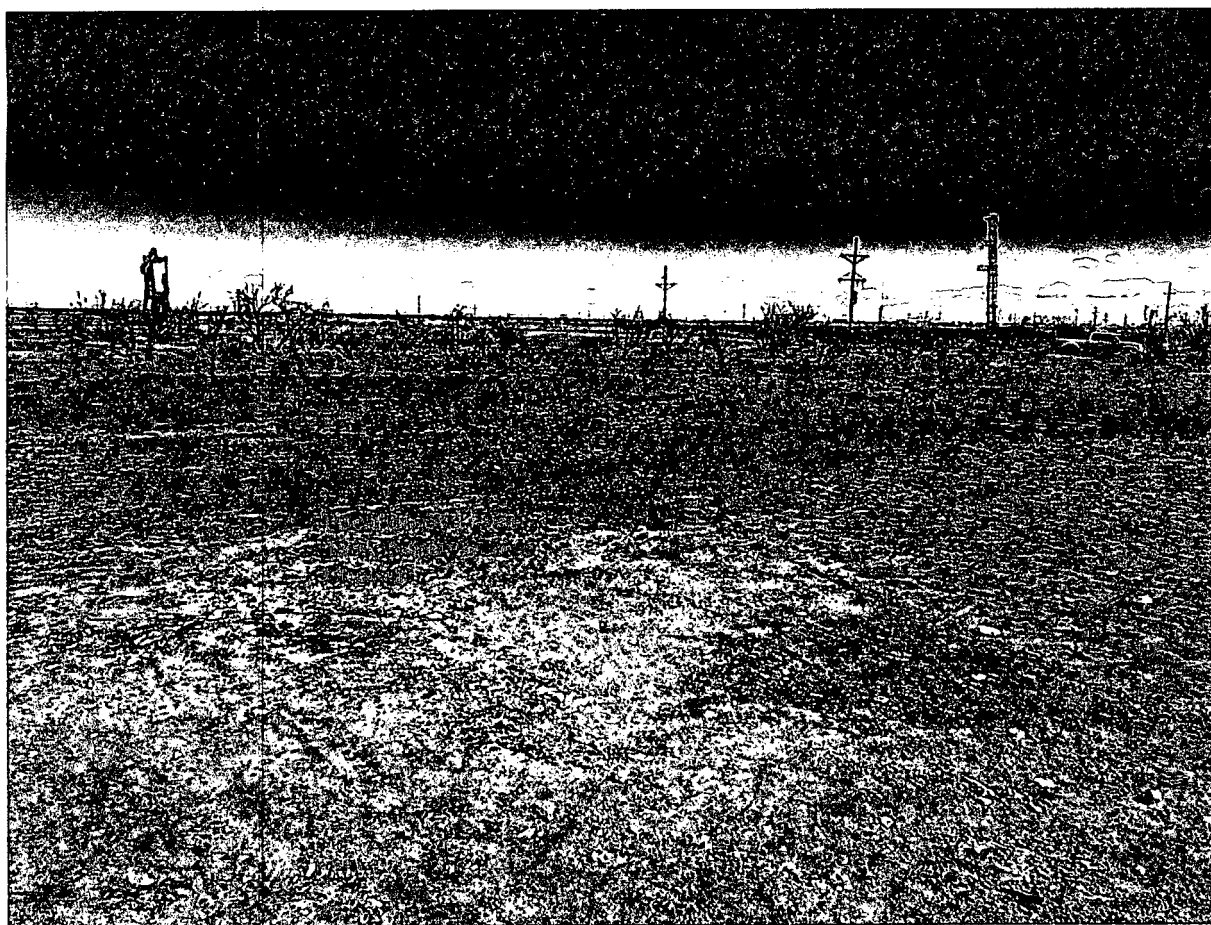
Compliance Officer A

DATE

4-1-19

Conditions of Approval (if any):

Attachement To C-103
Diamond S Energy Co. Texaco Shell State #1
Final Abandonment





Diamond S
energy company

March 14, 2019

New Mexico Oil Conservation Division
1625 N. French Drive
Hobbs, New Mexico

Re: P&A and Equipment Removal for the Texaco Shell State Com. Well No. 1, Lea County, New Mexico
API No. 30-025-20948.

Good Afternoon:

The above referenced well was plugged in February 2019. All the surface equipment has been removed except for 2 power poles and the associated lines, transformer and meter box. I have attached a picture of that equipment.

Diamond S Energy Company has provided an email between Diamond S Energy Company and John Cartwright with Lea County Coop Electric. When trying to establish production in 2018 on the above well, I approached John Cartwright and asked him to install an electric meter on the pole which wasn't no more than 25 yards from our well.

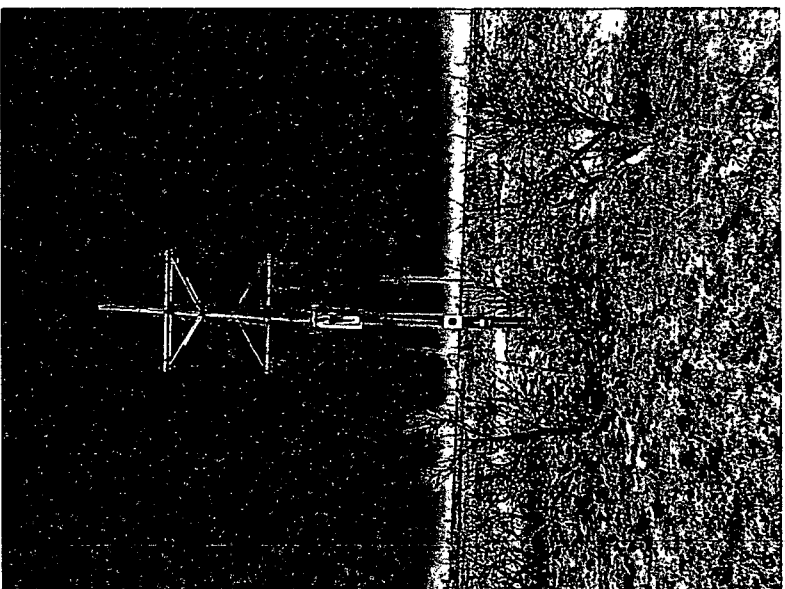
He told me he could not "see page 4" of the attached email. Lea County Coop Electric was going to have to set new poles, new electric wire, new transformer and a new electric panel box because, "The existing electrical equipment belonged to Chevron".

Sincerely,

Philip Edmondson
Diamond S Energy Company

Diamond S Energy Company

6608 Bryant Irvin Rd | Fort Worth, TX 76132 | 817 263 3500 | 817 423 9477 fax



John Cartwright w/ LEA COUNTY COOP
Electric

Phillip Edmondson

From: JohnCartwright@lcecnet.com
Sent: Tuesday, May 29, 2018 11:38 AM
To: Phillip Edmondson
Subject: Re: Diamond S Energy's Texaco Shell State Com, Well No. 1 in Lea County

575-396-9614

From: "Phillip Edmondson" <PEdmondson@diamondsenergy.com>
To: "JohnCartwright@lcecnet.com" <JohnCartwright@lcecnet.com>
Date: 05/29/2018 10:21 AM
Subject: Re: Diamond S Energy's Texaco Shell State Com, Well No. 1 in Lea County

What is your direct line so I can call you around 1:30 your time

Sent from my iPhone

On May 29, 2018, at 11:03 AM, "JohnCartwright@lcecnet.com" <JohnCartwright@lcecnet.com> wrote:

Phillip,

If we build a new line we will install transformers for the well. You just need the meter pole and meter equipment.

Thanks,
John

From: "Phillip Edmondson" <PEdmondson@diamondsenergy.com>
To: "JohnCartwright@lcecnet.com" <JohnCartwright@lcecnet.com>
Date: 05/29/2018 09:58 AM
Subject: RE: Diamond S Energy's Texaco Shell State Com, Well No. 1 in Lea County

So we don't need a transformer?

From: JohnCartwright@lcecnecnet.com <JohnCartwright@lcecnecnet.com>
Sent: Tuesday, May 29, 2018 10:57 AM
To: Phillip Edmondson <PEdmondson@diamondsenergy.com>
Subject: RE: Diamond S Energy's Texaco Shell State Com, Well No. 1 in Lea County

Not sure who owns the pole, the box would need to be replaced and permitted before we could add the meter. You really need a new pole for the meter, the existing pole has a transformer on it.

From: "Phillip Edmondson" <PEdmondson@diamondsenergy.com>
To: "JohnCartwright@lcecnecnet.com" <JohnCartwright@lcecnecnet.com>
Date: 05/29/2018 09:40 AM
Subject: RE: Diamond S Energy's Texaco Shell State Com, Well No. 1 in Lea County

Can I use the same meter pole and box that is on location or does that belong to Chevron?

From: JohnCartwright@lcecnecnet.com <JohnCartwright@lcecnecnet.com>
Sent: Tuesday, May 29, 2018 10:35 AM
To: Phillip Edmondson <PEdmondson@diamondsenergy.com>
Subject: RE: Diamond S Energy's Texaco Shell State Com, Well No. 1 in Lea County

Phillip,

I looked back on a previous job for 600 feet of line at is was \$6,700. So it looks like the estimate would be more like that. This price does not include the meter pole and box, this is the customers responsibility. I can go back out there later this week and get a more accurate measurement to get a better estimate for you if needed.

Thanks,
John

From: "Phillip Edmondson" <PEdmondson@diamondsenergy.com>
To: "JohnCartwright@lcecnecnet.com" <JohnCartwright@lcecnecnet.com>
Date: 05/25/2018 12:10 PM
Subject: RE: Diamond S Energy's Texaco Shell State Com, Well No. 1 in Lea County

So the estimated cost to run 500' of electricity including poles, transformer and meter box with meter was \$5000.00 estimated?

From: JohnCartwright@lcecnecnet.com <JohnCartwright@lcecnecnet.com>
Sent: Friday, May 25, 2018 12:54 PM
To: Phillip Edmondson <PEdmondson@diamondsenergy.com>
Subject: Re: Diamond S Energy's Texaco Shell State Com, Well No. 1 in Lea County

Phillip,

This is in a area were not easement is required for us to set the poles. If there is something on your end I am not sure of that.

Thanks,
John

From: "Phillip Edmondson" <PEdmondson@diamondsenergy.com>
To: "jcartwright@lcecnecnet.com" <jcartwright@lcecnecnet.com>
Date: 05/25/2018 09:12 AM
Subject: Diamond S Energy's Texaco Shell State Com, Well No. 1 in Lea County

Good talking to you yesterday. You told me you could connect us with electricity to a line back south about 500 feet ~~because Chevron owns the line~~
~~we are currently on~~
If we decide to go through with this idea, does Diamond S Energy Company have to acquire a "Utility Easement" ??

Thank You
Philip Edmondson
Diamond S Energy Company



Diamond S
energy company

March 14, 2019

Targa Midstream Services
8201 S. Highway 322
Monument, New Mexico 88265

Re: Gas Riser and Gas Meter No. 118 8360060 for the P&A Texaco Shell State Com. Well No. 1
Lea County, New Mexico.

Good Afternoon:

Diamond S Energy Company has plugged and abandoned the Texaco Shell State Com. Well No. 1 approximately 1/3 of a mile due west of the Buckeye Country Store in Lea County, New Mexico. The only equipment on location is Targa's gas riser and the associated gas meter. I have attached copies showing the equipment.

Thank You

Philip Edmondson
Diamond S Energy Company

Diamond S Energy Company

6608 Bryant Irvin Rd | Fort Worth, TX 76132 | 817 263 3500 | 817 423 9477 fax



118 8360060 TEXACO SHELL WE #2

