

Submit 1 Copy To Appropriate District Office
District I - (575) 393-6161
1625 N. French Dr., Hobbs, NM 88240
District II - (575) 748-1283
811 S. First St., Artesia, NM 88210
District III - (505) 334-6178
1000 Rio Brazos Rd., Aztec, NM 87410
District IV - (505) 476-3460
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-103

Revised August 1, 2011

HOBBS OGD

APR 08 2013

RECEIVED

WELL API NO. 30-025-08610
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. B-11223-1
7. Lease Name or Unit Agreement Name Cone Jalmat Yates Pool Unit
8. Well Number 111
9. OGRID Number 243874
10. Pool name or Wildcat Jalmat; Tan-Yates-7 Rvrs
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3595' 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 ☐ Gas Well ☒ Other ☐ Injection Well

2. Name of Operator
Quantum Resources Management, LLC

3. Address of Operator
1401 McKinney St., Suite 2400, Houston, TX 77010

4. Well Location
Unit Letter P : 660 feet from the South line and 660 feet from the East line
Section 13 Township 22S Range 35E NMPM County Lea

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3595' GR

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.

02/16, 17/12-MIRU, ND WH, NU BOP, unset packer & POOH w/115 jts. tubing. Found packer mandrel broke-off in top collar, SDON

02/20-24/12-RIH w/spear, attempt to fish pkr mandrel & slips. Tagged @ 3450'. Worked spear & POOH. RIH w/shoe, drill collars, & tbg. Tagged @ 3450'. RU swivel & start milling @ 3450'. Clean out to 3563', circ., SD

02/27-28/12-Cleaned down to 3712', circ, RIH w/65 stands, RU swivel, drld from 3712-3874', circ clean, POOH.

02/29/12- 03/05/13-RIH w/2-3/8" tubing, RU tubing tester, tested tubing, ND BOP, NU WH, waited on kill truck, pumped pkr fluid, ND WU & set pkr @ 3428' (unable to set packer lower, would not test due to potential damaged casing, between setting depth and perforated interval, 3647-3862'). Ran chart for 30 min, tested OK, SD. Well has been shut-in. Wellbore sketch attached.

Spud Date:

Rig Release Date:

SI
PKR 219'
Above Top
Perf

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

SIGNATURE Celeste G. Dale TITLE Sr. Regulatory Analyst DATE 04/05/13

Type or print name Celeste G. Dale E-mail address: cdale@gracq.com PHONE: 432-683-1500

For State Use Only

APPROVED BY: [Signature] TITLE DIST. MGR DATE 4-9-2013

Conditions of Approval (if any):

APR 09 2013

WELLBORE SCHEMATIC

[illegible]