

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

Energy, Minerals and Natural Resources

NOV 18 2013

CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

RECEIVED

<p>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.)</p>		<p>WELL API NO. 30-025-41347</p>
<p>1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/></p>		<p>5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/></p>
<p>2. Name of Operator GMT Exploration Company LLC</p>		<p>6. State Oil & Gas Lease No. VB-2136, VB-2137</p>
<p>3. Address of Operator 1560 Broadway Suite 2000</p>		<p>7. Lease Name or Unit Agreement Name Merchant Livestock 24 State Com</p>
<p>4. Well Location Unit Letter N : 40 feet from the South line and 1700 feet from the West line Section 24 Township 22S Range 34E NMPM County Lea</p>		<p>8. Well Number 2H</p>
<p>11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3476' GR</p>		<p>9. OGRID Number 260511</p>
<p>10. Pool name or Wildcat Ojo Chiso, Bone Spring South</p>		

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 ☐
CLOSED-LOOP SYSTEM ☐
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 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

GMT Exploration intends to change the Intermediate casing for the above referenced well. We will begin this work on or around November 29, 2013. Please see below for information on the new casing. The Intermediate casing will be set at 4950'.

Hole Size	Casing Size	Casing Weight/Ft	Grade	Amount
11"	8 5/8"	32	J-55	4000'
11"	8 5/8"	32	HCK-55	1325'
7.875"	5 1/2"	20	P-110	15,953'

Spud Date:

November 16, 2013

Rig Release Date:

TBD

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

SIGNATURE

Marissa Walters

TITLE

Exec Asst

DATE

11/15/13

Type or print name

Marissa Walters

E-mail address: mwalters@gmtexploration.com PHONE: 303.586.9275

For State Use Only

Petroleum Engineer

NOV 19 2013

APPROVED BY:

[Signature]

TITLE

DATE

Conditions of Approval (if any):