

Submit 1 Copy To Appropriate District  
Office  
District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
1301 W. Grand Ave., 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

Form C-103  
October 13, 2009

OIL CONSERVATION DIVISION  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

<b>SUNDY NOTICES AND REPORTS ON WELLS</b> (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)		WELL API NO. 30-025-26954
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator SUNDOWN ENERGY LP		6. State Oil & Gas Lease No.
3. Address of Operator 13455 NOEL RD, STE. 2000, DALLAS, TX 75240		7. Lease Name or Unit Agreement Name BOBBI STATE WATERFLOOD UNIT
4. Well Location Unit Letter <u>N</u> : <u>330</u> feet from the <u>SOUTH</u> line and <u>2310</u> feet from the <u>WEST</u> line Section <u>20</u> Township <u>18S</u> Range <u>36E</u> NMPM County <u>LEA</u>		8. Well Number <u>3</u>
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3835' GR		9. OGRID Number <u>232611</u>
		10. Pool name or Wildcat Arkansas Junction; San Andres, West

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 ☐

OTHER: REPAIR CSG LEAK ☒

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.

Sundown Energy request permission to rig up on the referenced well to repair a suspected casing leak. The well recently was tested for mechanical integrity in order to extend TA status and failed. Using a plug and packer, the casing leak will be isolated and squeezed with cement, drilled out and tested for mechanical integrity. This work needs to be done in order for Sundown Energy to come into compliance with shut-in wells. This will also allow us to re-enter the well later to activate the Bobbi State Waterflood Unit. Currently there is a CIBP set @ 5450' with 3 sks cement on top.

Spud Date:

Rig Release Date:

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

SIGNATURE

*Belinda Bradley*

TITLE

Admin, Asst

DATE

08/26/2014

Type or print name

Belinda Bradley

E-mail address

bbradley@sundownenergy.com

PHONE:

432-943-8770

For State Use Only

APPROVED BY:

*[Signature]*

TITLE

Petroleum Engineer

DATE

08/29/14

Conditions of Approval (if any):

SEP 02 2014