

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

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

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 <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>		WELL API NO. 30-025-22521 5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/> 6. State Oil & Gas Lease No. OG 2416 7. Lease Name or Unit Agreement Name GUY HOOPER COM #001 8. Well Number 1 9. OGRID Number 018917 10. Pool name or Wildcat 55610] SCHARB;BONE SPRING
2. Name of Operator Read & Stevens Inc. Wayne Price- wayneprice@q.com 3. Address of Operator 400 N Pennsylvania Ave, Roswell, NM 88201 4. Well Location Unit Letter_K: 980 feet from the South line and 1967 feet from the West line Section 7 Township 19s Range 35E NMPM County Lea		
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3892 GL		

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.

Well was making a consistent 8-10 BOPD. Then it watered out. Foreman said it was due to COG's offset horizontals, but when COG completed those horizontals in 2014 nothing happened to production until a couple years later.

On the Scharb well OCD reports a water flow in the Delaware formation. Where the rig encountered this is +/- where that well's casing leak was found. On the Guy Hooper either that flow has migrated over (NMOC drilling reports shows nothing on this subject) to this well and has caused a casing leak or we have some communication from a nearby offset Wolfcamp disposal.

Plan of action on Guy Hooper is to POOH with rods & tbg & run a temp log to see if we have a possible casing leak, if we do, I think this well will probably fall into the P&A category. If we don't have a casing leak, its going to be hard to prove that a wolfcamp disposal affected this well, but there isn't much to do about it from a completion standpoint.

So the general plan is remedial work to identify if there is a wellbore issue & try to return well to production or P&A. There isn't anything uphole that looks to be economic.

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 W Price TITLE Price LLC- Wayne Price Consultant DATE Mar 30, 2021

Type or print name Wayne Price E-mail address: wayneprice@q.com PHONE: 505-715-2809

For State Use Only

APPROVED BY: P Kautz TITLE DATE **04/07/2021**

Conditions of Approval (if any):

District I

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District IV

1220 S. St Francis Dr., Santa Fe, NM 87505
Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

CONDITIONS

Action 22972

CONDITIONS OF APPROVAL

Operator:	READ & STEVENS INC	P.O. Box 1518	Roswell, NM88202	OGRID:	18917	Action Number:	22972	Action Type:	C-103X
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OCD Reviewer	Condition
pkautz	After running log, if it is decided to repair well submit a C-103X [C-103 Notice of Intent General Sundry] with procedure for repairing well or if it is decided to P&A well submit [C-103 NOI to P&A]