

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

Revised August 1, 2011

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

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|---|--|--|
| 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.) | | WELL API NO. 30-025-28162 |
| 1. Type of Well: Oil Well Gas Well Other <input checked="" type="checkbox"/> Brine Well | | 5. Indicate Type of Lease STATE FEE |
| 2. Name of Operator Wasserhund, Inc. | | 6. State Oil & Gas Lease No. |
| 3. Address of Operator P.O. Box 2140, Lovington, NM 88260 | | 7. Lease Name or Unit Agreement Name Quality Brine Watson |
| 4. Well Location Unit Letter M : 593 feet from the South line and 639 feet from the West line Section 20 Township 12S Range 36E NMPM Lea County | | 8. Well Number 001 |
| 11. Elevation (Show whether DR, RKB, RT, GR, etc.) | | 9. OGRID Number 130851 |
| | | 10. Pool name or Wildcat |

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

| NOTICE OF INTENTION TO: | | SUBSEQUENT REPORT OF: | |
|--|---|--|--|
| PERFORM REMEDIAL WORK <input type="checkbox"/> | PLUG AND ABANDON <input type="checkbox"/> | REMEDIAL WORK <input type="checkbox"/> | ALTERING CASING <input type="checkbox"/> |
| TEMPORARILY ABANDON <input type="checkbox"/> | CHANGE PLANS <input type="checkbox"/> | COMMENCE DRILLING OPNS. <input type="checkbox"/> | P AND A <input checked="" type="checkbox"/> XX |
| PULL OR ALTER CASING <input type="checkbox"/> | MULTIPLE COMPL <input type="checkbox"/> | CASING/CEMENT JOB <input type="checkbox"/> | PNR |
| DOWNHOLE COMMINGLE <input type="checkbox"/> | | | |
| OTHER: <input type="checkbox"/> | | OTHER: <input type="checkbox"/> | |

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.

See Attached

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

SIGNATURE Larry Gandy TITLE Pres. DATE 9-28-21
 Type or print name Larry Gandy E-mail address: Lgandy@gandy PHONE: 575-396-0822
For State Use Only corporation.com
 APPROVED BY: Kerry Fortner TITLE Compliance Officer A DATE 10/28/21
 Conditions of Approval (if any):

Plugging Report
Quality Brine Watson #1
30-025-28162

7/27/2021 Rigged up. Nipped down the wellhead and installed BOP. POOH with tubing. 59 joints of 2 3/8" and 11 joints of 2 7/8" hydrill.

7/28/2021 Laid down the 2 3/8" tubing. Picked up a 3 3/4" bit and the workstring. Made bit trip to 2157'. POOH with bit and RIH with 4 1/2" HM CIBP on the tubing. Set the CIBP at 2150'. Depth verified with tubing tally. Circulated the casing and chart tested the casing to 420# for 30 minutes. Spot 75 sx Class C cement on top of the CIBP. SION

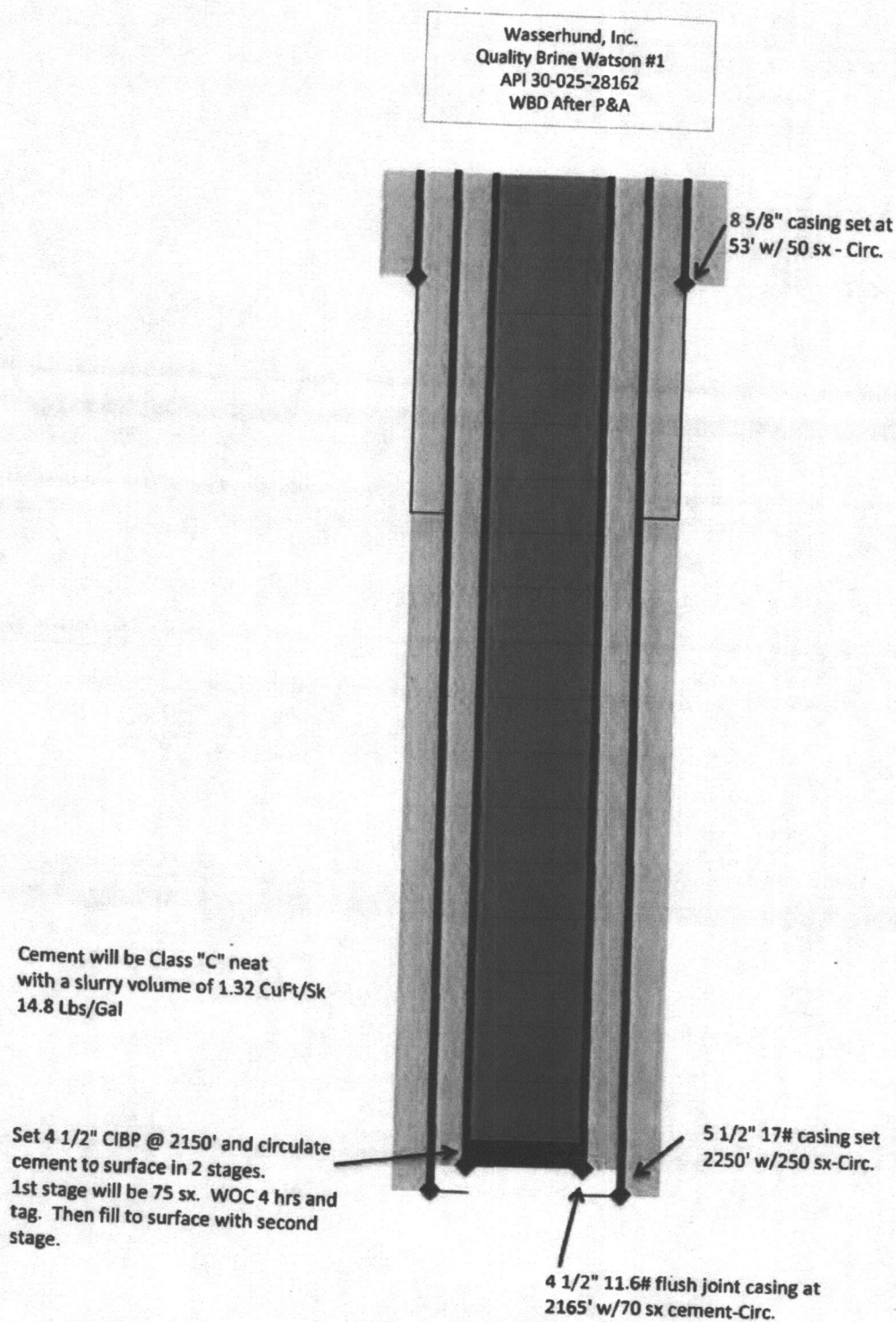
7/29/2021 Tagged cement at 1093'. Circulated cement to surface from 1093' with 70 sx Class C cement. Rigged down and removed the wellhead. Good cement in the 8 5/8" X 5 1/2" annulus and the 5 1/2" X 4 1/2" annulus. Filled up the 4 1/2" casing with 7 sx cement. Cement was low in the 4 1/2" casing due to pulling of tubing out of the wellbore after circulating cement from 1093'. Installed BGM at land owner's request and OCD approval.

Below ground marker location: Lat: 33.258587 Long: -103.332863

Attached: Chart and BGM pictures

Received by OCD: 6/15/2021 9:12:37 AM

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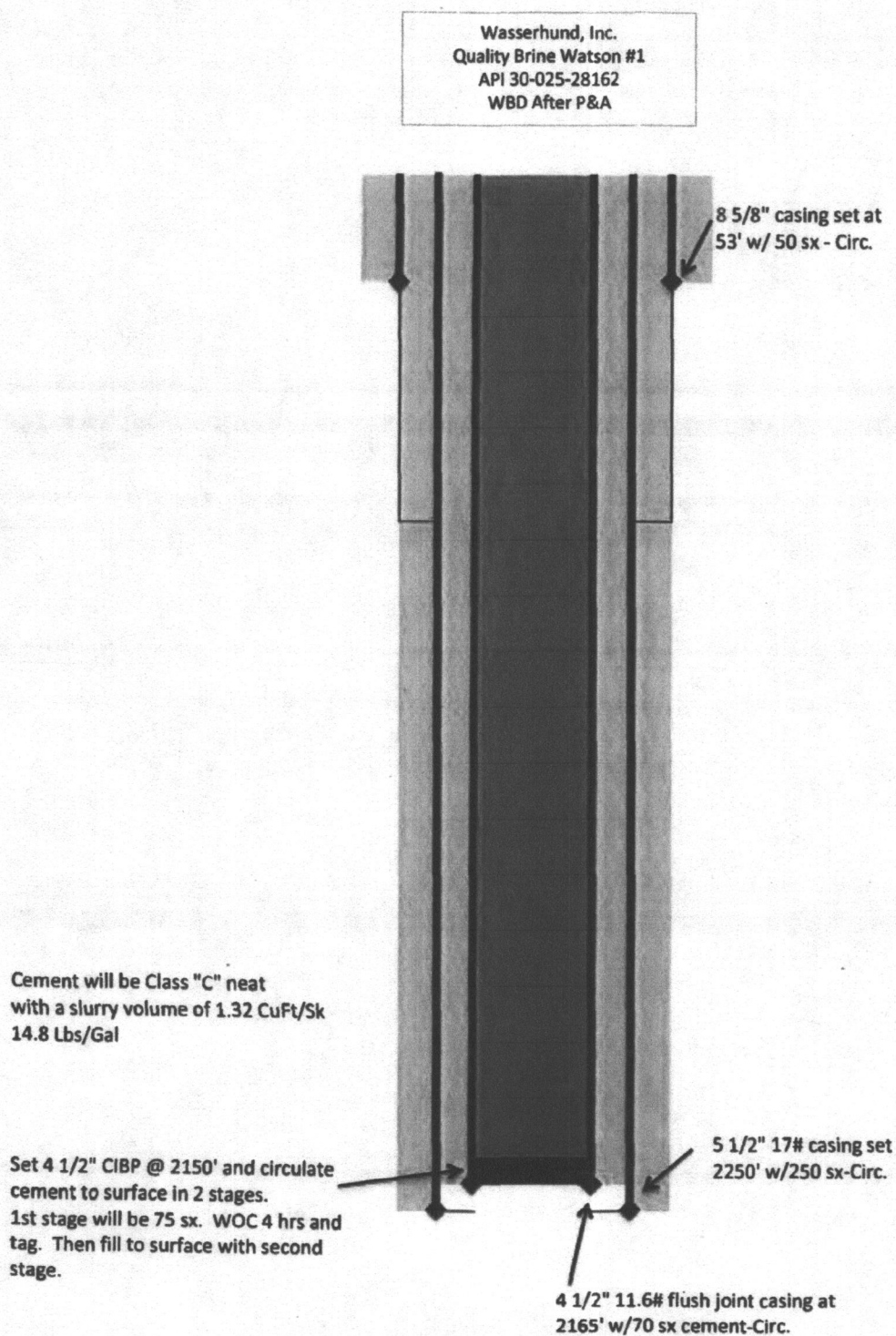


Released to Imaging: 6/15/2021 9:36:52 AM

Released to Imaging: 10/29/2021 7:07:20 AM

Received by OCD: 6/15/2021 9:12:37 AM

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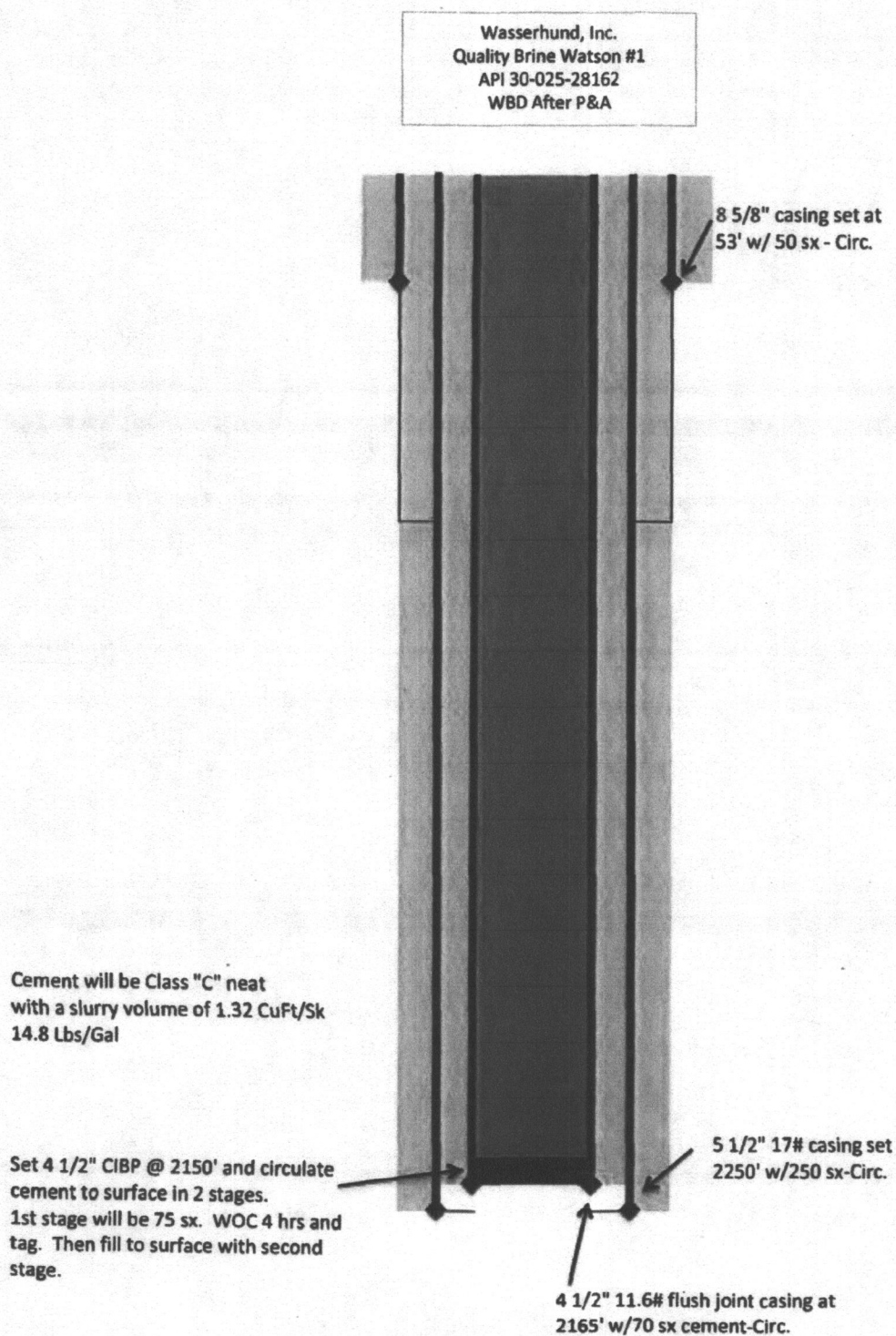
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Oil Conservation Division
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Santa Fe, NM 87505

CONDITIONS

Action 58453

CONDITIONS

| | |
|---|--|
| Operator: GANDY CORP P.O. Box 2140 Lovington, NM 88267 | OGRID: 8426 |
| | Action Number: 58453 |
| | Action Type: [C-103] Sub. Plugging (C-103P) |

CONDITIONS

| | | |
|------------|-----------|----------------|
| Created By | Condition | Condition Date |
| kfortner | None | 10/28/2021 |