

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

Form C-103
 Revised July 18, 2013

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. 30-015-50073 |
| 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 type="checkbox"/> FEE <input checked="" type="checkbox"/> |
| 2. Name of Operator SILVERBACK OPERATING II, LLC | | 6. State Oil & Gas Lease No. |
| 3. Address of Operator 19707 West IH 10, Suite 201 San Antonio, TX 78257 | | 7. Lease Name or Unit Agreement Name MORRISON |
| 4. Well Location Unit Letter <u>E</u> : <u>2438</u> feet from the <u>N</u> line and <u>729</u> feet from the <u>W</u> line Section <u>10</u> Township <u>19S</u> Range <u>25E</u> NMPM County <u>Eddy</u> | | 8. Well Number 104H |
| 11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3498' GR | | 9. OGRID Number 330968 |
| | | 10. Pool name or Wildcat PENASCO DRAW; SA-YESO (ASSOC) |

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 checked="" 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 type="checkbox"/> |
| PULL OR ALTER CASING <input type="checkbox"/> | MULTIPLE COMPL <input type="checkbox"/> | CASING/CEMENT JOB <input type="checkbox"/> | |
| DOWNHOLE COMMINGLE <input type="checkbox"/> | | | |
| CLOSED-LOOP SYSTEM <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.

Silverback Operating II, LLC plans to plug and abandon this well.

Our plan is to tag the top of fish at 417' and pump approximately 400 sx of Class C Neat cement at 14.8 ppg (1.12 cf/sx yield). Once we see cement to surface, we will pull out of the hole with drill pipe and top off the cement within the conductor casing. We will WOC approximately 8 hrs and then tag to verify before cutting the conductor and welding on the cap at approximately 10' below ground level. Back fill and installation of the P&A marker will take place after the drilling rig is moved off of location within the next week or so.

Wellbore schematics attached.

Spud Date:

5/27/2023

Rig Release Date:

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

SIGNATURE Fatma Abdallah TITLE Regulatory Manager DATE 05/31/2023

Type or print name Fatma Abdallah E-mail address: fabdallah@silverbackexp.com PHONE: (210) 585-3316

For State Use Only

APPROVED BY: [Signature] TITLE Petroleum Specialist DATE 5/31/23

Conditions of Approval (if any):

AFE: 10060D

API: 30-015-50073

REGULATORY: NMOCD

PERMIT # 326896

RIG: Precision 826

KB: 3512 (14')

GL: 3498'



Morrison 104H

Paddock

Eddy County, NM

Sec. 10, T-19S, R-25E; 2438 FNL, 729 FWL

Lat: 32.676341, Long: -104.479176 (NAD83)

SHL:

| HOLE SIZE | MD | FORMATION | TVD | MUD | CASING | CEMENT | SPECIAL INSTRUCTIONS |
|-----------|-----|--------------------|-----|---------|--------|--|--|
| | 120 | 16" Conductor | 120 | SPUD MW | | | |
| | | | | 8.4 ppg | | | |
| 12.25" | | | | FRESH | | | |
| | | Top of fish @ 417' | | TD MW | | | |
| | 500 | Open Hole | 500 | 8.5 | | TAIL: 14.8 PPG 400 sx Class C Neat Cement from 417' to surface. 14.8 ppg, 1.12 cf/sx yield | Circ cement to surface is a NMOCD requirement |
| | | | | | | | |
| | | | | | | | |

DIRECTIONS TO LOCATION:

From Artesia, NM at the intersection of HWY 82 & HWY 285, drive south on HWY 285 ~8.2 miles to West Kincaid Ranch Road (CR 38). Turn right (west) onto West Kincaid Ranch Road (CR 38) and proceed 2.93 miles, veer left (southwest) onto CR 38A for 0.70 miles. Turn left (south) to continue on West Kincaid Ranch Road (CR 38) for 1.2 miles and turn right (west) for 0.97 miles. Turn left (south) onto a lease road for 0.97 miles to the location entrance.

Drilling Engineer: Stephen Martinez

Morrison 104H (Precision 826)

Date: 5/31/2023

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CONDITIONS

Action 222467

CONDITIONS

| | |
|--|---|
| Operator: Silverback Operating II, LLC 19707 IH10 West, Suite 201 San Antonio, TX 78256 | OGRID: 330968 |
| | Action Number: 222467 |
| | Action Type: [C-103] NOI Plug & Abandon (C-103F) |

CONDITIONS

| Created By | Condition | Condition Date |
|---------------|-----------|----------------|
| john.harrison | None | 5/31/2023 |