

Submit 3 Copies 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  
 May 27, 2004

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

WELL API NO. 30-045-35181
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. Federal NMNM 03605
7. Lease Name or Unit Agreement Name <b>Marron</b>
8. Well Number <b>100</b>
9. OGRID Number 141852
10. Pool name or Wildcat Basin Fruitland Coal (71629)

**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  Gas Well  Other

2. Name of Operator **M&G Drilling Company, Inc. c/o Walsh Engineering**

3. Address of Operator  
7415 E. Main St., Farmington, NM 87402

4. Well Location  
 Unit Letter C : 660 feet from the North line and 1765 feet from the West line  
 Section 22 Township 27N Range 8W NMPM San Juan County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)  
5959' GR

Pit or Below-grade Tank Application  or Closure

Pit type \_\_\_\_\_ Depth to Groundwater \_\_\_\_\_ Distance from nearest fresh water well \_\_\_\_\_ Distance from nearest surface water \_\_\_\_\_

Pit Liner Thickness: \_\_\_\_\_ mil Below-Grade Tank: Volume \_\_\_\_\_ bbls; Construction Material \_\_\_\_\_

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

<p><b>NOTICE OF INTENTION TO:</b></p> <p>PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/></p> <p>TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/></p> <p>PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPL <input type="checkbox"/></p> <p>OTHER: <input type="checkbox"/> Surface Commingle</p>	<p><b>SUBSEQUENT REPORT OF:</b></p> <p>REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/></p> <p>COMMENCE DRILLING OPNS. <input type="checkbox"/> P AND A <input type="checkbox"/></p> <p>CASING/CEMENT JOB <input type="checkbox"/></p> <p>OTHER: <b>PC-1231</b> <input type="checkbox"/></p>
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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 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

M&G Drilling Co., seeks administrative approval to surface commingle the gas production from the Blanco Mesa Verde (72319) pool in the Marron #42A (C Sec 22, T27N, R8W, API - 30-045-21892) with the gas production from the Marron #100 described above. B-ERC

*Lowry or ?*  
*Lowry or ?*  
**Note** M&G Drilling attests that they own all of the revenue interests, both working and royalty, in both wells. No liquid hydrocarbons will be commingled. Surface commingling will not reduce the value of the production. The BLM Office was also notified of this application. **Reviewed by RE**  
**Recommend approval 11/30/10**  
**This approval is subject to like approval by BLM before commencing commingling operations**  
 I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines , a general permit  or an (attached) alternative OCD-approved plan .

SIGNATURE Paul C. Thompson TITLE Agent / Engineer DATE 11/10/10

Type or print name Paul C. Thompson, P.E. E-mail address: paul@walsheng.net Telephone No. 505.327.4892

**For State Use Only**  
 APPROVED BY: [Signature] TITLE Act. Dir. Dir DATE 12/1/2010  
 Conditions of Approval (if any): \_\_\_\_\_