

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>SUNDRY NOTICES AND REPORTS ON WELLS</b> (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. 30-015-22080 ✓
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 Premier Oil & Gas Inc. ✓		6. State Oil & Gas Lease No. V-4500
3. Address of Operator PO Box 1246, Artesia, NM 88211-1246		7. Lease Name or Unit Agreement Name Guacamayo State ✓
4. Well Location Unit Letter <u>P</u> : <u>660</u> feet from the <u>South</u> line and <u>990</u> feet from the <u>East</u> line Section <u>6</u> Township <u>21S</u> Range <u>27E</u> NMPM County <u>Eddy</u>		8. Well Number #1 ✓
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3207 GR		9. OGRID Number 017985 ✓
		10. Pool name or Wildcat Foster Draw; Delaware

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: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐  
COMMENCE DRILLING OPNS. ☐ P AND A ☐  
CASING/CEMENT JOB ☐

OTHER: ☐

Notify OCD 24 hrs. prior  
To any work done.

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.

**Objective:** Plug and abandon well. Call OCD and notify them of plugging 24 hrs before starting operation (575-748-1283).

**Procedure:**

- NU manual double ram BOP. Tie onto tubing and spot 50 bbls of 9 ppg plugging mud containing 25 ppb salt gel. POOH with 2-7/8" tubing.
- RU packoff, run gauge ring to 2500' then set CIBP at 2500' above the Delaware perms. Perforate 4 shots at 650', close blind rams and establish circulation down 5.5" and up 5.5 x 8-5/8" annulus to surface.
- RIH with tubing and spot 50 sx. Class "C" with 2% CaCl2 from 2500' up to 2150'. Lay down tubing.
- Tie onto 5-1/2" casing and pump 160 sx Class "C" with 2% CaCl2 down 5.5" casing and up 5.5 x 8-5/8" annulus to fill wellbore with cement from surface to 650'.
- Cut off wellhead and install OCD spec dry hole marker.

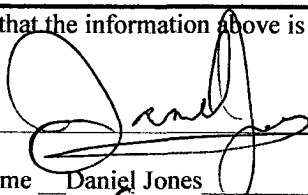
\* T. Salt 938' - Perf. + Sprz. @ 938' 100' cmr plug. 938'-888' woc Tag.

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



Type or print name Daniel Jones

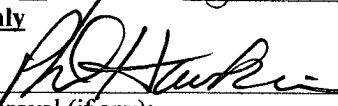
For State Use Only

SEE ATTACHED  
CONDITIONS OF  
APPROVAL

DATE 8/09/2011

PHONE: 972-470-0228

APPROVED BY:



TITLE

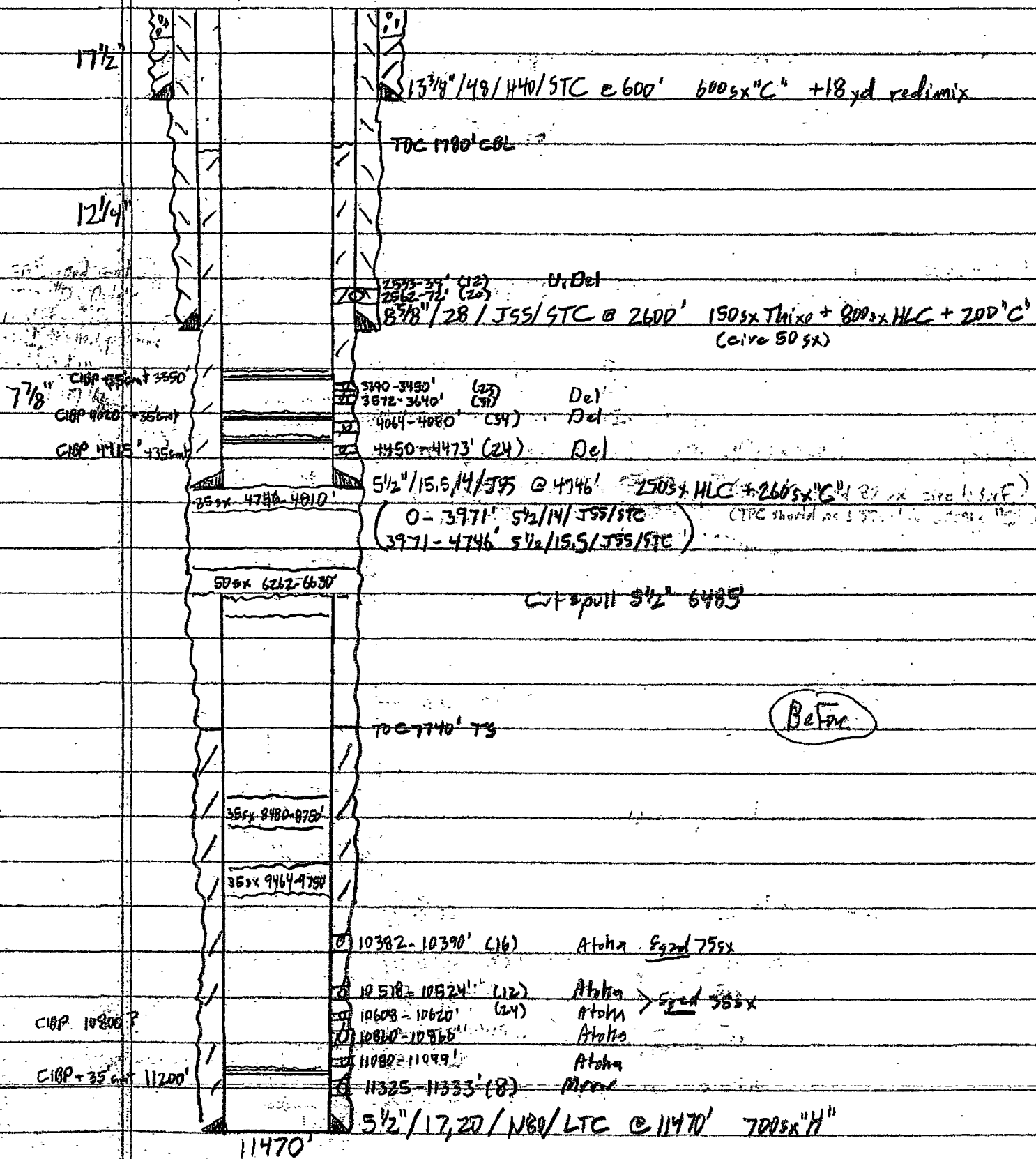
DATE

8/18/2011

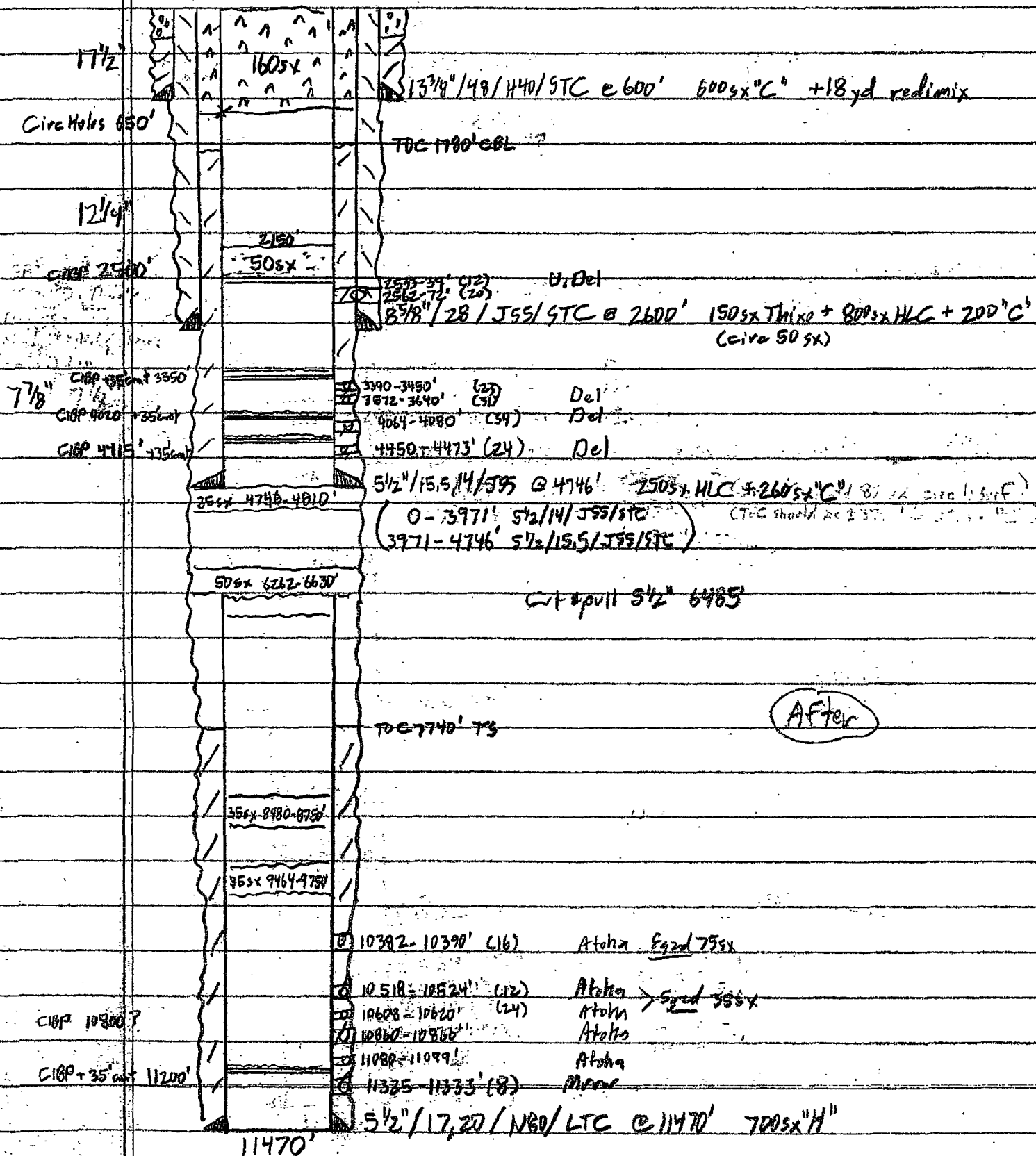
Conditions of Approval (if any):

Approval Granted providing work  
is complete by 11/18/2011

30-015- 22080



30-015- 22080



NEW MEXICO OIL CONSERVATION DIVISION  
DISTRICT 2 OFFICE  
1301 W. GRAND AVENUE  
ARTESIA, NM 88210  
(575)748-1283

CONDITIONS OF APPROVAL FOR PLUGGING & ABANDONMENT

Operator: Premier Oil & Gas Inc.

Well Name & Number: Guacamayo State #1

API #: 30-015-22080

1. Produced water **will not** be used during any part of the plugging & abandonment operation.
2. Notify NMOCD Dist. 2 office at least 24 hrs before beginning work.
3. Trucking companies being used to haul oilfield waste fluids to a disposal – commercial or private – shall have an approved NMOCD C-133 permit. A copy of this permit shall be available in each truck used to haul waste products. It is the responsibility of the operator, as well as the contractor, to verify that this permit is place prior to performing work. Drivers shall produce a copy upon request of NMOCD Field Inspectors.
4. A subsequent C-103 will serve as notification that the well bore has been plugged ONLY. A C-103 FINAL shall be filed before any bonding can be released on the well. Upon receipt of the Final, an inspection will be performed to verify that the location has been satisfactorily cleaned to NMOCD standards.
5. If work has not begun within 90 days of the approval of this procedure, an extension request must be filed, stating reason that well has not been plugged.
6. Every attempt must be made to clean the well bore out to below the perfs, before any plugs can be set, by whatever means possible.

DG

Date: 8/18/2011