

Submit 3 Copies To Appropriate District Office
District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 Grand Ave., Artesia, NM 88210
District III
1000 Rio Brazo 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. 30-015-52594 25954
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. BLM LC-029426-B
7. Lease Name or Unit Agreement Name West, H. E. "B"
8. Well Number 32
9. OGRID Number 14591
10. Pool name or Wildcat Grayburg - Jackson

*** 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 PROPOSALS.)

1. Type of Well: Oil Well ☐ Gas Well ☒ Other ☐

2. Name of Operator
Merit Energy Company

3. Address of Operator
13727 Noel Road, Suite 500, Dallas, Texas 75240

4. Well Location
Unit Letter L : 1980 feet from the south line and 660 feet from the west line
Section 10 Township T-17-S Range R-31-E NMPM Eddy County

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

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

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐
PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐
OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☒ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ P AND A ☐
CASING/CEMENT JOB ☐
OTHER: MIT Test ☐

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.

10-16-2006 - MIRU, ND WH, NU BOP. TOO H w/injection string, TIH w/work string, packer & RBP. Packer Set and would not upset. COOH w/work string. SDFN.

10/17/2006 - Open well, TIH & work stuck packer. COOH waiting for fishing eqpt. SDFN.

10/18/2006 - RU G&L Tool Co. TIH w/magnet, got out w/slip ring, TIH w/wash pipe & shoe cut over, SDFN.

10/19/2006 - Open well. Caught and POOH with all downhole eqpt leaving RPB. SWI, SDFN.

10/20-25/2006 - Continue fishing, RD G&L Tool Co.

10-26-2006 - Layed down work string, rig up tubing tester, tested to 500 psi, back in hole, ND BOP, NU WH, set Baker 473-193 Hornet Packer @ 3458.14 w/10,000# tension, circ hole w/packer fluid, landed tubing, test casing to 500 psi, held ok.

10-27-2006 - RD MO.

11-04-2006 - Conduct NMOCD MIT TEST, Well tested OK. NMOCD inspector witness test. Original chart to NMOCD office.

NOTE: No downhole casing problem. Replace injection tubing.

I hereby certify that the information above is true and complete to the best of my knowledge and belief. 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 Larry M. Sanders TITLE Sr. Regulatory Analyst DATE 11/13/2006

Type or print name Larry M. Sanders

E-mail address:

Telephone No. (972) 628-1610

For State Use Only

APPROVED BY: Gerry Guye TITLE Deputy Field Inspector DATE NOV 28 2006
Conditions of Approval (if any): District II - Artesia