

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 *RM*
June 19, 2001

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

WELL API NO. 30-005-60907
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No. 011602
7. Lease Name or Unit Agreement Name J.G. O'Brien
8. Well Number #3
9. OGRID Number 24581
10. Pool name or Wildcat S. Elkins Fusselman (96104)

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 <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other SWD <input type="checkbox"/>	
2. Name of Operator Walter Exploration, Inc	
3. Address of Operator 6116 N Central Exp #313 Dallas, TX 75206	
4. Well Location Unit Letter <u>F</u> : <u>1980</u> feet from the <u>North</u> line and <u>1830</u> feet from the <u>West</u> line Section <u>31</u> Township <u>7S</u> Range <u>29E</u> NMPM Chaves County	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 4009 GL	

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

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

1. Move in rig up and install BOP.
2. RIH with tubing and tag 5 1/2 casing stub at 2411'. Pump 50 sx class C. WOC and tag at 2228'.
3. POH to 890' and pump 45 sx class C. WOC and tag at 770'.
4. POH to 436' and pump 45 sx class C. WOC and tag at 261'.
5. POH to 62' and circ. cement to surface. Approx. 20 sx class C.
6. Cut off well head, anchors, and install dry hole marker.

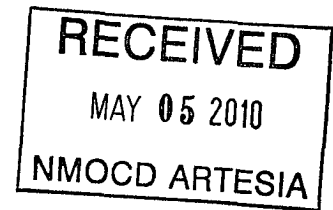
I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE *J. Brian Walter* TITLE V. P. DATE 5/4/10
Type or print name J. BRIAN WALTER E-mail address: BRIANWALTER@XCOM PHONE (214) 389-4564
For State Use Only

APPROVED BY *[Signature]* TITLE _____ DATE 5/6/2010
Conditions of Approval (if any):

Approved for plugging of well bore only.
Liability under bond is retained pending receipt
of C-103 (Subsequent Report of Well Plugging)
which may be found at OCD Web Page under
Forms, www.emnrd.state.nm.us/oed.

**Walter Exploration, Inc.
6116 N. Central Exp #313
Dallas, TX 75206
214-369-4564**



May 4, 2010

NMOCD
ATTN: Darold Gray
Field Supervisor District II
1301 West Grand Ave.
Artesia, NM 88210

VIA OVERNIGHT MAIL

RE: Walter Exploration, Inc.
C-103 subsequent report of Plugging and Abandon
O'Brien #3 (API 30-005-60907)
Chaves Co., NM

Mr. Gray:

Please find enclosed three original C-103's for the referenced well as a subsequent report of plugging and abandoning work.

Thank you for your help in this matter.

Please call with any questions

Respectfully submitted,

A handwritten signature in black ink, appearing to be "J. Brian Walter".

J. Brian Walter
Vice President