

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

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. 30-031-20613
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other: Injection Well		5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
2. Name of Operator Nacogdoches Oil & Gas Inc.		6. State Oil & Gas Lease No.
3. Address of Operator PO Box 23418 Nacogdoches TX. 75963		7. Lease Name or Unit Agreement Name Hospah Sand Unit
4. Well Location Unit Letter 0 : 1850' feet from the East line and 700' feet from the South line Section 36 Township 18N Range 9W NMPM McKinley County		8. Well Number 92
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 6957' GR		9. OGRID Number 256689
		10. Pool name or Wildcat Upper Hospah

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

NOTICE OF INTENTION TO: Supplemental		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input checked="" type="checkbox"/>	PLUG AND ABANDON <input 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"/>			
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.

Work over proposal to repair holes in 5.5" Casing. Sand off perforations from TD to 1654'. Run in hole With 2.5" bailer, dump 2 sks., Class B cement on top of sand. Let cement set for 12 hrs. Tag cement. Nipple up to casing, bullhead squeeze cement through damaged casing holes. Pump cement until Hole is plugged and casing pressures up or cement is reached at surface through Braden head. Let cement set up for 48 to 72 Hrs. Pressure up on casing and MIT. Drill out cement plug and circulate sand out Clean out to TD @ 1654'. Run Tubing and Packer and perform MIT. Place back on injection to satisfy Agreed Compliance Order, work to begin on approval.

RCVD NOV 10 '10

OIL CONS. DIV.
DIST. 3

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 [Signature] TITLE UP EXP DATE 10-25-10
Type or print name M. A. Allen E-mail address: mike.allen@nmtx.com PHONE: 918-260-7620
For State Use Only
APPROVED BY: [Signature] TITLE Deputy Oil & Gas Inspector, District #3 DATE 11-19-10