

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

HOBBS OCD

NOV 17 2011

OIL CONSERVATION DIVISION 220 South St. Francis Dr. Santa Fe, NM 87505

WELL API NO. 30-025-28783
5. Indicate Type of Lease STATE [] FEE [x]
6. State Oil & Gas Lease No. 301210
7. Lease Name or Unit Agreement Name JACKSON 5
8. Well Number 002
9. OGRID Number 232611
10. Pool name or Wildcat SCHARB; BONE SPRING

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 [x] Gas Well [] Other []

2. Name of Operator SUNDOWN ENERGY LP

3. Address of Operator 13455 NOEL RD, STE. 2000, DALLAS, TX 75240

4. Well Location Unit Letter G : 2180 feet from the N line and 1980 feet from the E line
Section 5 Township 19S Range 35E NMPM County LEA

11. Elevation (Show whether DR, RKB, RT, GR, etc.) GL 3869.8'

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 []

SUBSEQUENT REPORT OF:

- REMEDIAL WORK [] ALTERING CASING []
COMMENCE DRILLING OPNS. [] P AND A [x]
CASING/CEMENT JOB []

OTHER: []

OTHER: []

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.

- 11/7/11 MIRU PU. POH w/ rods, pump & tbg.
11/8/11 RIH w/ WL & set CIBP @ 9310'. Dump bale 35' cmt. PLUG #1 @ 9310' - 9275'.
11/9/11 PUH to 9246.91. WO Eqpt.
11/11/11 Circ hole w/ MLF. PUH to 7500'. Spot 25 sxs cmt. PLUG #2 @ 7500' - 7250'. PUH & perf @ 3695'. Sqz 60 sx cmt @ 3695'. POH. WOC.
11/12/11 Tag cmt @ 3125' w/ WL. PLUG #3 @ 3695' -3125'. POH. Spot 25 sx cmt @ 1850'. PLUG #4 @ 1850'-1600'. Perf csg @ 468' (2 holes). Spot 50 sx cmt f/ 471' to surf, Circ. PLUG #5 @ 471' to SURF. Cut off WH. Install Dry hole maker. Well P&A'D 11/12/2011.

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.

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 Belinda Bradley TITLE Admin. Asst. DATE 11/16/2011
Type or print name BELINDA BRADLEY E-mail address: bbradley@sundownenergy.com Telephone No. 432-943-8770

For State Use Only

APPROVED BY: [Signature] TITLE STAFF TITLE DATE 11-22-2011
Conditions of Approval (if any):

NOV 22 2011

WELL DATA SHEET

LEASE: Jackson "5"

WELL: # 2

FIELD: Scharb Bone Springs

LOC: 2180' FNL & 1980' FEL

UNIT: G SEC: 5 T: 19S R: 35E

SURVEY: G&M,MB&A

STATUS: P&A'd

CO: Lea

API NO: 30-025-28783

TD: 10250'

ST: NM

LEASE # 301210

PBTD:

COTD:

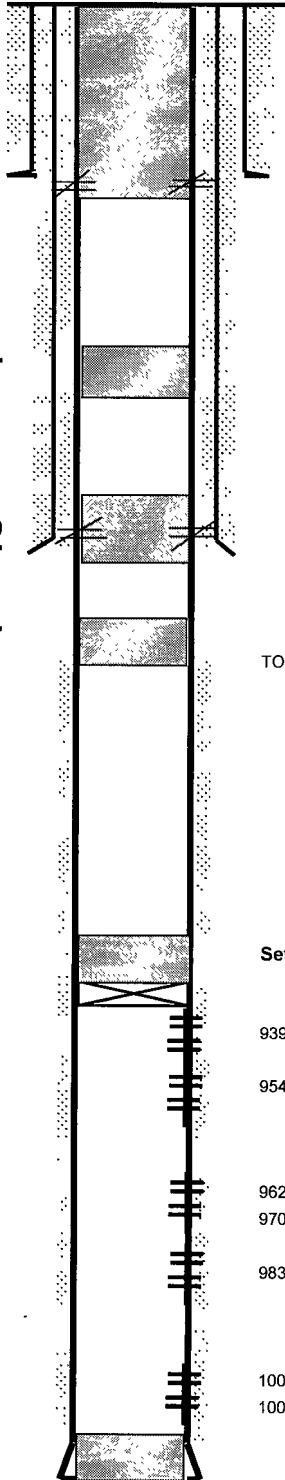
Perf @ 468' (2 holes)
Spot 25 sxs cmt f/ 471- surface
Circ to surface
(11/12/2011)

Spot 25 sxs cmt f/ 1850'-1600'

Perf @ 3695' (2 holes)
Sqz 60 sxs cmt f/ 3695'- 3125'

Spot 25 sxs cmt f/ 7500'-7250'

PBTD = 10166'
TD = 10250'



Csg Detail:

Hole Size: 17-1/2"
13-3/8" OD, 54 5 #/ft, grade K55
csg set @ 416' w/ 375 sx.
Circ? Yes TOC @ Surf By Circ

Hole Size: 11"
8-5/8" OD, 28 #/ft, grade S80
csg set @ 3595' w/ 1350 sx.
Circ? Yes TOC @ Surf By Circ

Hole Size: 7-7/8"
5-1/2" OD, 17 #/ft, grade J55, L80
csg set @ 10250' w/ 850 sx.
in 2 stages w/DV tool @
Stage 1 circ? TOC 7500' By
Stage 2 circ? TOC By

Spud Date: 7-16-1984
Comp.Date: 9-3-1984

GL: 3870'
DF: 3892'
KB:

TOC @ 7500'

Set CIBP @ 9310'. Dump bail 35' cmt on top. TOC @ 9275'

9392-9402' Shot by Arco (9-18-1984)

9540-72' Shot by Arco (9-10-1984)

9622-56' } Shot by Arco (9-6-1984)
9704-09' }

9834-44' Shot by Arco (8-29-1984)

10036-44' } Shot by Arco (8-27-1984)
10078-87' }

Belinda Bradley
11/16/2011