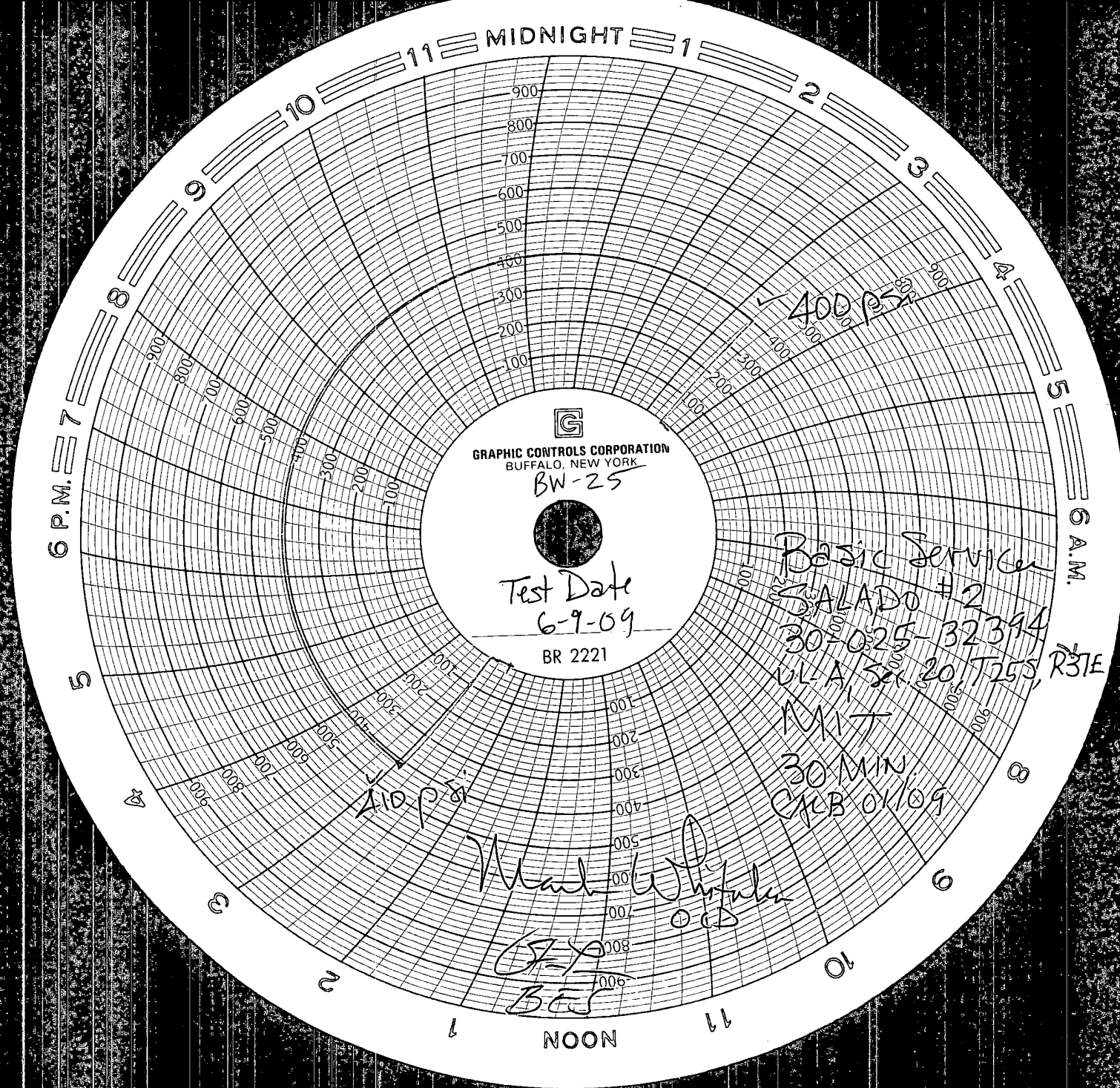




Submit 3 Copies To Appropriate District
Office
District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Ave., Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM
87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
June 19, 2008

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

WELL API NO 30-025-32394
5. Indicate Type of Lease STATE ☐ FEE ☒
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Basado Brine Well
8. Well Number 2
9. OGRID Number
10. Pool Name or Wildcat Basado

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 ☐ Gas Well ☐ Other ☒ Brine	
2. Name of Operator Basic Energy Services	
3. Address of Operator P.O. Box 10460 Midland, TX 79702	
4. Well Location Unit Letter A : 1305 feet from the North line and 60 feet from the East line Section 20 Township 25S Range 37E NMPM County Lea	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3073	

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: **Corrosion Survey** ☒

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDON ☐
CASING/CEMENT JOB ☐

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.

Rig up P/U. POTH with tubing. Ran bit & Ureger to bottom of casing. POTH. Ran Gray Wireline Density & Collars Survey Log. Found end of casing at 1100'. Ran packer and workover string to 1080' tested casing & ran chart witnessed by OCD. POTH. Ran 10" bit on 4 1/2" workover pipe to 1650' TD. Cut off bit and started surveying out of hole. Ran 1620' 2 7/8" production string Rigging Down

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 **Steve Prather**

TITLE **District Manager**

DATE **7/16/09**

Type or print name **Steve Prather**

E-mail address:

PHONE: **394-3235**

For State Use Only

APPROVED BY:

TITLE

DATE

Conditions of Approval (if any):