

Office

Energy, Minerals and Natural Resources

Revised March 25, 1999

District I

1625 N. French Dr., Hobbs, NM 88240

District II

811 South First, Artesia, NM 88210

District III

1000 Rio Brazos Rd., Aztec, NM 87410

District IV

1220 S. St. Francis Dr., Santa Fe, NM 87505

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

WELL API NO.

30-053-20014

5. Indicate Type of Lease

STATE ☒ FEE ☐

6. State Oil & Gas Lease No.

7. Lease Name or Unit Agreement Name:

Dulce Draw State

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 CO2 ☐

2. Name of Operator

Primero Operating, Inc.

3. Address of Operator

PO box 1433, Roswell, NM 88202-1433

4. Well Location

Unit Letter E : 1980 feet from the North line and 660 feet from the West lineSection 2Township 4SRange 9E

NMPM

Socorro

County

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

5961 GR

8. Well No. 1

9. Pool name or Wildcat

Wildcat

11. 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 COMPLETION ☐OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDONMENT ☐CASING TEST AND CEMENT JOB ☐OTHER: Re-Entry and Testing ☒ XXX

12. 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 recompilation.

Commenced Re-Entry of well on July 15, 2004. Drilled out existing plugs and cleaned hole out to 3105'.

July 26, '04 Perforated 8 5/8" casing at 3144' and 3285'. Set Cement retainer at 3250' and squeeze the annulus with 50sx class C cement. New PBTD @ 3248'.

July 28, '04 Perforated: 2620'-2625', 2641'-2650'

2715'-1721', 2750'-2760'

3064'-3074', 3156'-3169', 3194'-3206'

From July 28 to August 23, '04 several swab tests were run with the following results:

| Zone | Mcf/D | BW/d | Gas Comp. |
|-----------|-----------|------|----------------------|
| 3194-3206 | 0 | 480 | Unk |
| 3156-3166 | 793 | 144 | 95% CO2, .19% He |
| 2715-1760 | Good Blow | Much | 41.4% CO2, 1.74% He |
| 3064-3074 | 1,300 | <20 | 25.42% CO2, 3.03% He |

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

SIGNATURE [Signature] TITLE President DATE 5/18/05Type or print name Phelps WhiteTelephone No. 505 622 1001APPROVED BY [Signature] TITLE DISTRICT SUPERVISOR DATE 5/23/05

Conditions of approval is: