

Submit 3 Copies To Appropriate District Office <u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 <u>District II</u> 1301 W. Grand Ave., Artesia, NM 88210 <u>District III</u> 1000 Rio Brazos Rd., Aztec, NM 87410 <u>District IV</u> 1220 S. St. Francis Dr., Santa Fe, NM 87505	State of New Mexico Energy, Minerals and Natural Resources  <b>OIL CONSERVATION DIVISION</b> 1220 South St. Francis Dr. Santa Fe, NM 87505	<b>Form C-103</b> June 19, 2008
		WELL API NO. 30-053-20040
		5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input type="checkbox"/> XX
		6. State Oil & Gas Lease No.
<b>SUNDRY NOTICES AND REPORTS ON WELLS</b> (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.)		7. Lease Name or Unit Agreement Name Black Butte
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other: <b>Wildcat</b>		8. Well Number 1
2. Name of Operator		9. OGRID Number
3. Address of Operator c/o Walsh Engineering 1615 E. Warner Rd. #4, Tempe, AZ 85284		10. Pool name or Wildcat Wildcat
4. Well Location: N34 25' 25.0" : W106 40' 29.9" WGS84 Unit Letter: <u>Projected</u> feet from the _____ line and _____ feet from the _____ line Section 6 Township 2N Range 3E NMPM Socorro County		
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 5136' GR		

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

<b>NOTICE OF INTENTION TO:</b> 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"/>  OTHER: <input type="checkbox"/>	<b>SUBSEQUENT REPORT OF:</b> REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/> COMMENCE DRILLING OPNS. <input type="checkbox"/> P AND A <input type="checkbox"/> CASING/CEMENT JOB <input type="checkbox"/>  OTHER: <input type="checkbox"/> Spud <input type="checkbox"/>
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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.

12/20/09 Spud 12-1/4" surface hole. Drilled to 998' KB. Ran 23 jts (969.37') of 9-5/8", 36#, J-55, ST&C casing and set at 987.47' KB. Cemented with 475 sx (589 cu.ft.) of Type 5 cement with 5pps Gilsonite and 1/8pps Poly-E-Flake. Circulated 20 bbls of good cement to surface.

12/22/09 Nipped up the bradenhead and BOP, Shut down for Christmas Holiday. 12/28/09 Pressure tested BOP & surface equip. to 1300psi and casing to 600 psi for 30 min. – held OK.

1/04/10 Reached intermediate TD 8-3/4" at 2711'KB. Ran 67 jts (2686.01') of 5-1/2", 20#, J-55, ST&C casing and set on mandrel at 2703' KB with the insert float at 2662' KB. Cemented with 330 sx (472 cu.ft.) of 50/50 Poz cement with .3% Versaset, 2% FDP, .1% Halad 766, 60% Nitrogen and tailed with 50 sx (64.5 cu.ft.) of 50/50 Poz cement with .3% Versaset, 0.1% Halad 766. Bumped the plug to 1000 psi, held OK – float held OK. No Circulation throughout cement job. 1/05/10: Ran Temp & Cement Bond Logs; Found top of cement at 2526'KB.

1/09/10 Reached TD 6-1/4" at 3705'KB. Ran open hole logs; Temporarily P&A: Set CIBP at 2578'KB, displaced drilling mud from above CIBP with water; Tested casing/CIBP to 650psi, held 30min, good test. Rig released at 23:00hrs on 1/09/10.

12/20/09

1/09/10

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 Jay Kentera TITLE MANAGER DATE 1/19/2010  
 Type or print name JAY KENTERA E-mail address: JAYKENTERA@AOL.COM PHONE: 480-831-5800  
**For State Use Only**

APPROVED BY: Ed Martin TITLE DISTRICT SUPERVISOR DATE 2/15/10  
 Conditions of Approval (if any):