

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

WELL API NO. 30-015-31905
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6 State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Metropolis Disposal
8. Well Number 001
9. OGRID Number 147831
10. Pool name or Wildcat Devonian

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 ☒ Class II Acid Gas Injection

2. Name of Operator
Agave Energy Company

3. Address of Operator
105 South Fourth Street, Artesia, NM, 88210

4. Well Location

Unit Letter ___ Unit K ___ : ___ 1650 ___ feet from the ___ South ___ line and ___ 1650 ___ feet from the ___ West ___ line
Section 36 Township 18S Range 25E NMPM Eddy County

11. Elevation (Show whether DR, RKB, RT, GR, etc)
3498ft GR

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: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ P AND A ☐
CASING/CEMENT JOB ☐

OTHER: MIT ☒

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.

On 1/23/2012 the initial (2 year) MIT test of the annular space between the 2 7/8", 6.4 ppf, L80 tubing and the 5 1/2" 17 ppf, J55 casing was performed. The annular space was pressured to 745 psi for 30 minutes and the ending pressure was 747 psi. Pressure did not deviate more than 0.2%. Original chart was turned in to NMOCD on site.

Spud Date:

Rig Release Date:

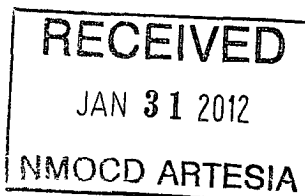
I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Russell Bentley TITLE Petroleum Engineer / Consultant for Agave Energy DATE 1/22/2012

Type or print name Russell Bentley E-mail address: bentleyre@pbworld.com PHONE: 281-589-5829

For State Use Only

APPROVED BY: Richard / NAC TITLE COMPLIANCE OFFICER DATE 2/6/12
Conditions of Approval (if any):

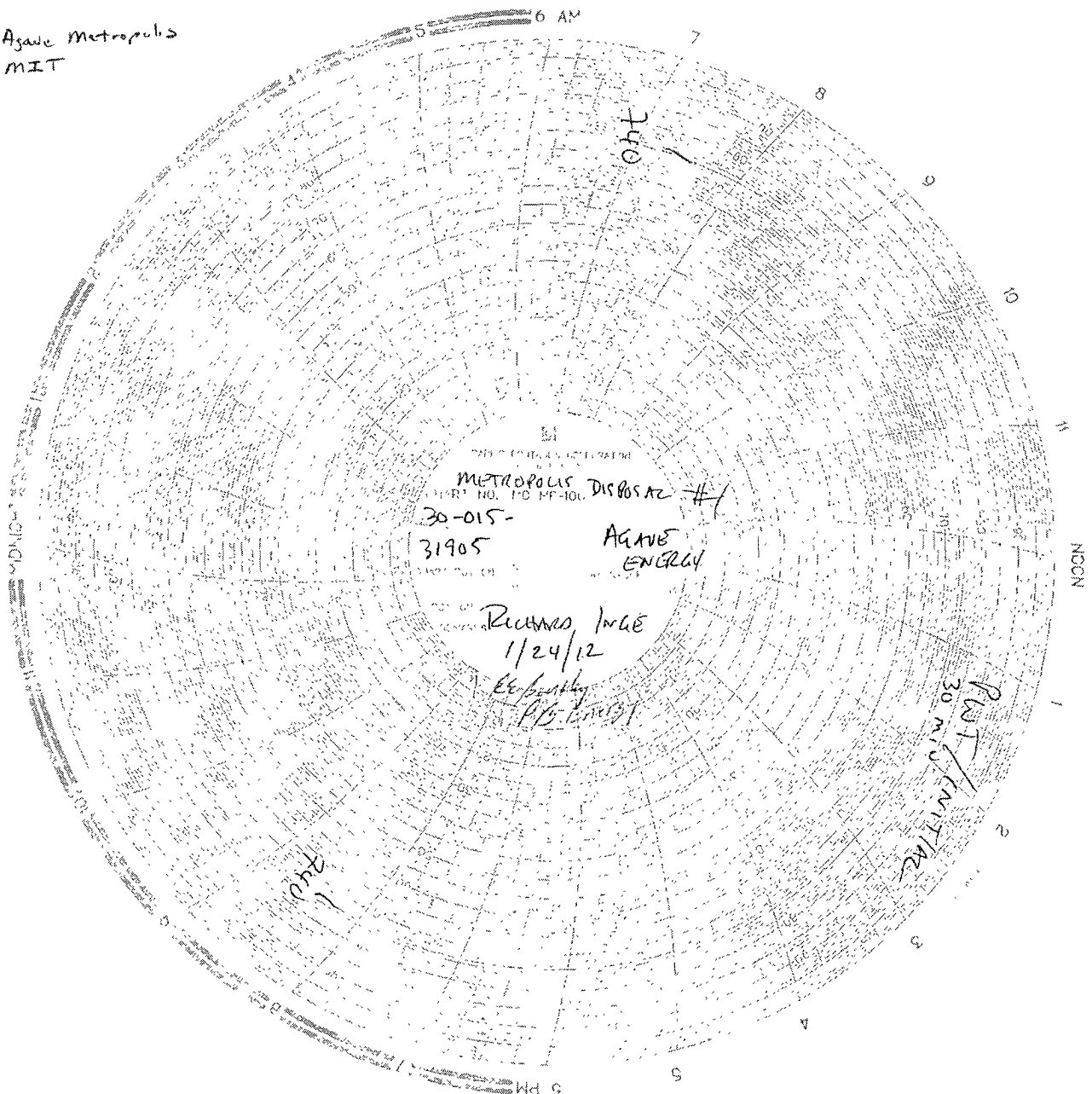


RECEIVED

JAN 31 2012

NMOCD ARTESIA

Agave metropolis
MIT



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Agave plans to workover the above well and return it to injection status as per NMOCD Order R-13371. Beginning on or about 1/16/12, a new string of 2 7/8" 6.5#, L80, ULTRA FJ tubing string and Subsurface Safety Valve (SSSV) will be run in the well. An inert fluid will be placed behind the tubing as a packer fluid, and a 1/4" Inconel control line will be run from the outside of the SSSV at approximately 250 ft through the tubing hanger in the production tree. Finally, the tubing will be landed into the existing packer in the well and an initial Mechanical Integrity Test will be performed to comply with the Order.

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 Consultant to Agave Energy Company DATE 1/3/12

Type or print name Alberto A. Gutiérrez E-mail address: aag@geolex.com PHONE: 505-842-8000
For State Use Only

APPROVED BY: [Signature] TITLE COMPLIANCE OFFICER DATE 1/20/2012
Conditions of Approval (if any):

