

Submit 1 Copy To Appropriate District Office
District I – (575) 393-6161
1625 N. French Dr., Hobbs, NM 88240
District II – (575) 748-1283
811 S. First St., Artesia, NM 88210
District III – (505) 334-6178
1000 Rio Brazos Rd., Aztec, NM 87410
District IV – (505) 476-3460
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
Revised August 1, 2011

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

| |
|---|
| WELL API NO. 30-015-24429 |
| 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 LOVING 1 STATE |
| 8. Well Number 2 |
| 9. OGRID Number 272295 |
| 10. Pool name or Wildcat BLACK RIVER; BONE SPRING (GAS) |

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

2. Name of Operator

THREE RIVERS OPERATING COMPANY, LLC

3. Address of Operator

1122 S. CAPITAL OF TX HWY., #325, AUSTIN, TX 78746

4. Well Location

Unit Letter N : **990** feet from the **SOUTH** line and **2110** feet from the **WEST** line

Section **01**

Township **24S**

Range **27E**

NMPM

County **EDDY**

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

3128' 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 ☐

SUBSEQUENT REPORT OF:

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

OTHER: ☐

OTHER: **RECOMPLETION** ☒

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.

09/14/11 – Set CIBP @ 10212' w/35' cmt plug; PBTD 10177'; pressure test to 4500# OK

12/14/11 – Set CIBP @ 9520'

12/16/11 – Ran 4 1/2" 11.6# L80 csg to 9498' w/ float collar @ 9422'

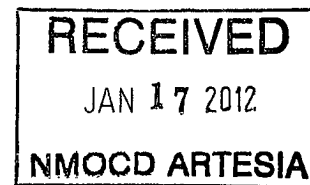
12/17/11 – Cmt'd csg w/550 sx Trinity Lite, 13.5# / gal 1.47 yeild; bump plug, set slips

12/27/11 – Ran CBL – TOC – 2550'

Perf 3rd Bone Spring 9142' – 9146' breakdown

Perf 9030' – 9034', 8950' – 8952', 8858' – 8860'

01/03/12 – Frac well per attached



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

TITLE **OPERATIONS MANAGER**

DATE **01/13/2012**

Type or print name **TOM STRATTON**

E-mail address: **tstratton@3nr.com**

PHONE: **512-706-9849**

For State Use Only

APPROVED BY:

TITLE

DATE

1/18/2012

Conditions of Approval (if any):

Three Rivers Operating

WJC, Inc.

Midland Tx, 79701

Consulting Services

Loving 2 St 1

Prep for frac

Eddy Co., NM

Bill Collier

Company Rep.

| | |
|--------|----------|
| Office | 685 4171 |
| Cell | 559 4005 |

- 1/3/2012 RU Cudd; Allied wireline; HOWCO plugs. Pump 1st stage as per schedule. Fairly tight but no net pressure inc. ; .76 frac gradient. HOWCO plug (3.6" OD) would not go into wellhead. Call for Jmar plug w/ smaller OD 3.51". GIH and set plug @ 8,500'. Perf and break 1st interval stage 2. 2nd and 3rd guns mis-fired - hit something in well @ 78', solid? Pump 140 bbls fluid and TIH w/ weight bar and tag plug at 8500'.
- 1/4/2012 Finished stages 3, 4, 5, 6, as per procedure and set capping CBP at 6,000'. All stages successful. Finish at 5:00 PM
- 1/5/2012 Crew on loc @ 4:00 PM
Rig up Sweeco. RD frac head and inspect csg for tite spot. Install wellhead. RU reverse unit and hook up for drill out frac plugs. RU well service rig. Unload and spot tbgs on racks.
- 1/6/2012 Crew on loc @ 4:00 PM
RU well service rig. Finish hooking up reverse unit and nipple up BOP. Tally tbgs. TIH to 5935'. Wash 10' sand of plug. Start drilling on plug @ 1 PM Drill 1 foot and bit quit drilling. 2.5 hrs and made no hole. POOH to check bit. Bit appears to be OK. Will retry in AM.
- 1/7/2012 Crew on loc @ 7:00 AM
TIH w/ same bit. Finish drilling 1st plug 35 min. (tag @ 5806' set 5800') plug 2 (tag @ 6297"; set @ 6300'); # 3 (tag @ 6854'; set @ 6710' ; 144' low; #4 (tag @ 7250'; set @ 7210'; 40' low); #5 (tag @ 7909'; set @ 7210'; 67' sand on plug); #6 (tag @ 8464'; set @ 8500'; 30' sand on plug); Wash clean to 9,300'. Pull bit back up to 6,03'. Install wellhead wrap-around. ND BOP and NU wellhead. Drop ball to open sliding sleeve in bottom sub. Pressure to 2500 PSI and shear pins open sleeve. Hook well to flow back manifold. Turn over to flow back crew. Crew leave loc at 6:00 AM 1/8/12.

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Prep for frac
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- 12/13/2011 RU pulling unit. set pipe racks and unload 9650' csg. SIFN @ 6:00 PM
- 12/14/2011 RU Allied and RIH w/ Gr/ JB to 9,600'. RIH w/ CIBP set at 9,520'. Sweeco inspect wellhead and remove wellhead and get ready to change to 4.5" csg hanger.. SIFN @ 4:00 PM Tomorrow finish wellhead; clean csg and drift.
Ready to run csg on Friday.
- 12/15/2011 Clean csg thread and drift csg. change out wellhead to hang 4.5" csg. SIFN @ 4:00 PM Tomorrow run csg and get ready for cmt.
- 12/16/2011 Rig up Allan csg crew tong, elevator, slips and bails to run 4.5" and run 214 jt with 2 marker jts. saw tooth collar on bottom and float collar one jt up. Land Bottom of csg @ 9498'. 18' above CIBP. Circ csg w/ 150 bbls fresh wtr. SIFN @ 5:30 PM Tomorrow ready for cmt.
- 12/17/2011 RU Par Five 10:00 AM to cement 4.5" csg. test lines, pump 50 bbls fresh wtr followed by 550 sxs. trinity lite @ 13.5 #/gal 1.47 yield. cmt. Bump plug w/ 500 above pump pressure 2470 PSI. Check flowback . Good. Set 4.5" slips in wellhead. SIFN @ 5:00 PM
- 12/27/2011 RU Allied wireline and RIH w/ GR/JB and find PBD @ 9,380' [float collar @ 9,422']. Run CBL fro TD to TOC @ 2,550' w/ 1,000 PSI on csg. bottom 200' had some spots with weak bonding. Pressure csg and frac valve to 5,000 PSI - held. Make 3 bailer runs and dump 50 gal 10% acetic from 9146' to 9,075'. RIH and pressure to 3500 PSI and perf 9142 to 9146'. Lost 500 PSI when perf. Pump into perfs @ .5 and 1 BPM 3100 PSI and 3300 PSI. ISIP 2900 PSI fell to 2800 PSI in 5 min. Finish perf 9030' - 9034'; 8950' - 8952'; 8858' - 8860'. SIFN @ 1:00 AM

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Loving 2 St 1
CSG Inspection
Eddy Co., NM

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Company Rep.
Office 685 4171
Cell 559 4005

- 9/13/2011 RU well service rig and pump truck. SITP = 250 PSI. Flow to tank rec 3 bbls and dead. ND wellhead & NU BOP. Load csg w/ 2 bbls and full. WO WL trk from Lovington Plains 2 -1. RU Allied WL to run CBL. Find PBTD @ 10,228'. Run bond log up to 7,200' and trk broke down. SIFN @ 8:00 PM Will fix trk before morning.
- 9/14/2011 Allied WL working and finish CBL. RIH w/ 5.9 gage ring to 10,228'. RIH w/ CIBP and set @ 10,212'. RIH w/ 2 cmt bailer runs and spot 35' cmt on plug. RD Allied WL and RU Baker Atlas to run csg inspection log. While waiting shut blind rams and pressure csg to 4,500 PSI. Held 10 min. no leakoff. Run csg insp log from 10,100' to surf. SIFN @ 7:00 PM
- 9/15/2011 ND BOP NU wellhead. Release Rig and all equip. SIFN @ 9:00 AM

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Loving 2 St 1
Return to prod
Eddy Co., NM

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- 8/17/2011 RU Dialog to run slim tools CBL. TIH and tag TD @ 10,228' PBD. Attempt to run bond log but not returning good reading of bond. Pull log to 6850' and shut down and POOH. Well had 1190 PSI pressure. SIFN @ 9:00 PM.
- 8/18/2011 Set flowback frac tank. Hookup and start flowing back. Well had 1190 PSI pressure. SIFN @ :00 PM.