

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

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

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.)		WELL API NO. 30-015-24784
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other		5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
2. Name of Operator Mesquite SWD, Inc.		6. State Oil & Gas Lease No.
3. Address of Operator P.O. Box 1479, Carlsbad, NM 88220		7. Lease Name or Unit Agreement Name Delaware River
4. Well Location Unit Letter <u>E</u> : 1980 feet from the <u>N</u> line and 990 feet from the <u>W</u> line Section <u>11</u> Township <u>26S</u> Range <u>28E</u> NMPM County <u>Eddy</u>		8. Well Number 002
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 2972' GL		9. OGRID Number 161968
		10. Pool name or Wildcat SWD-1228

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

NOTICE OF INTENTION TO: 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"/>		SUBSEQUENT REPORT OF: 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"/>		OTHER: Re-entry <input checked="" type="checkbox"/>	

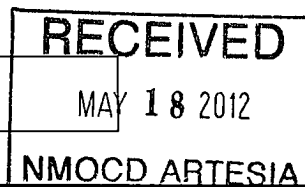
13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

RU WO unit. DO surf plug to 30', plug #2 (330-451'). DO plug #3 (922-1014'), tagged cut 8-5/8" csg, dressed-off. Tied-in 8-5/8" 32# J-55 LTC @1014' to surface. Cmdt w/760 sx Class "C" neat, yield 1.33, density 14.8, circulated 42 sx to surface. WOC 55 hrs. DO cmt, tested @500 psi 30 min OK. DO plug #4 (1650-1750'), plug #5 (2122-2200'). Tagged cut 5-1/2" csg @2200. Dressed-off and tied-in 5-1/2" J-55 15.5# LTC @2200', cmdt w/401 sx Class "C" neat, yield 1.33, density 14.8, circ to surface. WOC 24 hrs DO cmt, tested csg to 500 psi, held 30 min OK. DO plug #6 (2509-2616'), tagged plug @4140' and DO to CIBP @4400'. Cut and pushed CIBP and junk to base 5-1/2" @4950'. Could not get out of base 5-1/2" @4950'. Perf 2648' - 4932' OA w/2 spf total 642 shots. Ran 2590' (82 jts) 2-7/8" fiberglass lined 8.6# w/ArrowSet AX-1 pkr set @ 2611' w/15k compression. Acid w/15,000 gal 15% acid Released WO unit 5:40 PM 5/9/2012

Location cleaned and well prep for MIT 5/11/2012.

Re-Spud Date: 4/17/2012

Rig Release Date: 5/9/2012



Non-well POS for rptg sale of skim oil
I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Kay Havenor TITLE Agent DATE 5/16/2012

Type or print name Kay Havenor E-mail address: KHavenor@Georesources.com PHONE: 575-626-4518
For State Use Only

APPROVED BY: RR Daele TITLE Dir & Secy DATE 05/24/12
Conditions of Approval (if any):