

Submit 3 Copies 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
May 27, 2004

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

| | |
|---|--------------|
| WELL API NO. | 30-015-33937 |
| 5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/> | |
| 6. State Oil & Gas Lease No. | |
| 7. Lease Name or Unit Agreement Name SEVEN RIVERS 4 FEE | |
| 8. Well Number #1 | |
| 9. OGRID Number 015445 | |
| 10. Pool name or Wildcat WILDCAT; MORROW | |

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
MYCO INDUSTRIES, INC.

3. Address of Operator P.O. BOX 840
ARTESIA, NM 88211-0840

4. Well Location
Unit Letter 4 : 335' feet from the NORTH line and 711' feet from the WEST line
Section 4 Township 20S Range 26E NMPM EDDY County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3271'

Pit or Below-grade Tank Application ☐ or Closure ☐

Pit type Depth to Groundwater Distance from nearest fresh water well Distance from nearest surface water

Pit Liner Thickness: mil Below-Grade Tank: Volume bbls; Construction Material

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 ☐

OTHER: AMEND DRILLING PROGRAM ☒

SUBSEQUENT REPORT OF:

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

OTHER: ☐

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.

8-1-2005

MYCO INDUSTRIES, INC. PROPOSES TO DRILL TO TOTAL DEPTH WITH A FRESH WATER SYSTEM. SEE ATTACHED LETTER FROM JIM SCHLUETER, GEOLOGIST FOR MYCO.

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines ☐, a general permit ☒ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE Hannah Palomin TITLE ENGR/LAND TECHNICIAN DATE 08/01/2005

Type or print name HANNAH PALOMIN E-mail address: hannah@mycoinc.com

Telephone No. (505) 748-4288

For State Use Only

APPROVED BY:

Jim W. Green
District II Supervisor
DATE AUG 04 2005



MYCO INDUSTRIES, INC.
OIL PRODUCERS
POST OFFICE BOX 840
ARTESIA, NEW MEXICO 88211-0840
Phone (505) 748-1471

August 1, 2005

Mr. Nelson Muncy
Myco Industries, Inc.
P.O. Box 840
Artesia, NM 88211

RECEIVED

AUG 04 2005
OCU-ARTESIA

Re: Seven Rivers 4 Fee #1
T20S, R26E, Sec. 4
Eddy County, New Mexico

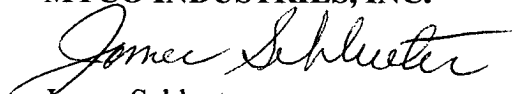
Dear Nelson:

I have reviewed the logs and sample logs in eight wells that surround Myco's Seven Rivers 4 Fee #1 location. None of the wells encountered salt because the Rustler and Salado Formations are absent. The wells spud in surface sands and encounter the Seven Rivers Formation within the first one hundred feet. The Seven Rivers formation is 400 feet thick and consists of interbedded anhydritic dolomites and anhydrite. The Queen sandstone is encountered at 500 feet and at 800 to 2100 feet the Grayburg-San Andres Dolomites are present. Below 2100 feet the wells encountered limestone, sandstone and shale of Permian and Pennsylvanian age.

Based on the eight wells that surround the Myco Seven Rivers 4 Fee #1, it is my opinion that no salt will be encountered.

Very truly yours,

MYCO INDUSTRIES, INC.


James Schlueter
Geologist

JS/hp