

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.  
30-015-05088

5. Indicate Type of Lease  
STATE ☐ FEE ☐

6. State Oil & Gas Lease No.

7. Lease Name or Unit Agreement Name  
Keel, K. L. "B"

8. Well Number  
25

9. OGRID Number  
14596

10. Pool name or Wildcat  
Grayburg-Jackson

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 ☐

RECEIVED

2. Name of Operator  
Merit Energy Company

MAY 25 2006

3. Address of Operator  
13727 Noel Road, Suite 500, Dallas, Texas 75240

4. Well Location

Unit Letter L: 1980 feet from the south line and 517 feet from the west line  
Section 6 Township 17-S Range 31-E NMPM Eddy County

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

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: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ x ☐ 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 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

05/04/2006 - MIRU Well Service #5. Set Aux Equip. RU to flow to battery. SDFN>

05/05/2006 - Open well. ND WH. NU BOP w/enviro pot. Release pke 2 2675'. TOH w/tbg and pkr. TIH w/ rbp on 2-3/8" work string, set plug at 2672'. TOH W/tbg. Secure well, SDFN.

05/08/2006 - Open well. TIH w4-1/2" fullbore pkr on 2-3/8" work string, set pkr 2 2544'. Pressure test plug. Plug would not hold. Test annulus to 500 psi, 50 psidrop in 30 mins. TOH w pkr. TIH w3-3/4" bit, bit sub. Secure well. Flowing to battery. SDFN.

05/09/2006- Open well. TIH w/bit, tag fill @ 3231'. PU Swivel clean out to 3558'. Circ hole clean. TOH w/2-3/8 work string. Secure Well. SDFN>

05/10/2006 - Open well. Take off BOP. Pack off wellhead. Displace annulus w/30 bbls 10# gel brine pkr fluid. Test csg to 500 psi w/30 min chart. RD MO.

05/12/2006 - Conduct NMOCD MIT Test. Well tested OK. Original chart attached.

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 Gerry M. Guye TITLE Sr. Regulatory Analyst DATE 05/22/2006

Type or print name  
For State Use Only

E-mail address:

Gerry Guye  
Deputy Field Inspector  
District II - Artesia

Telephone No.

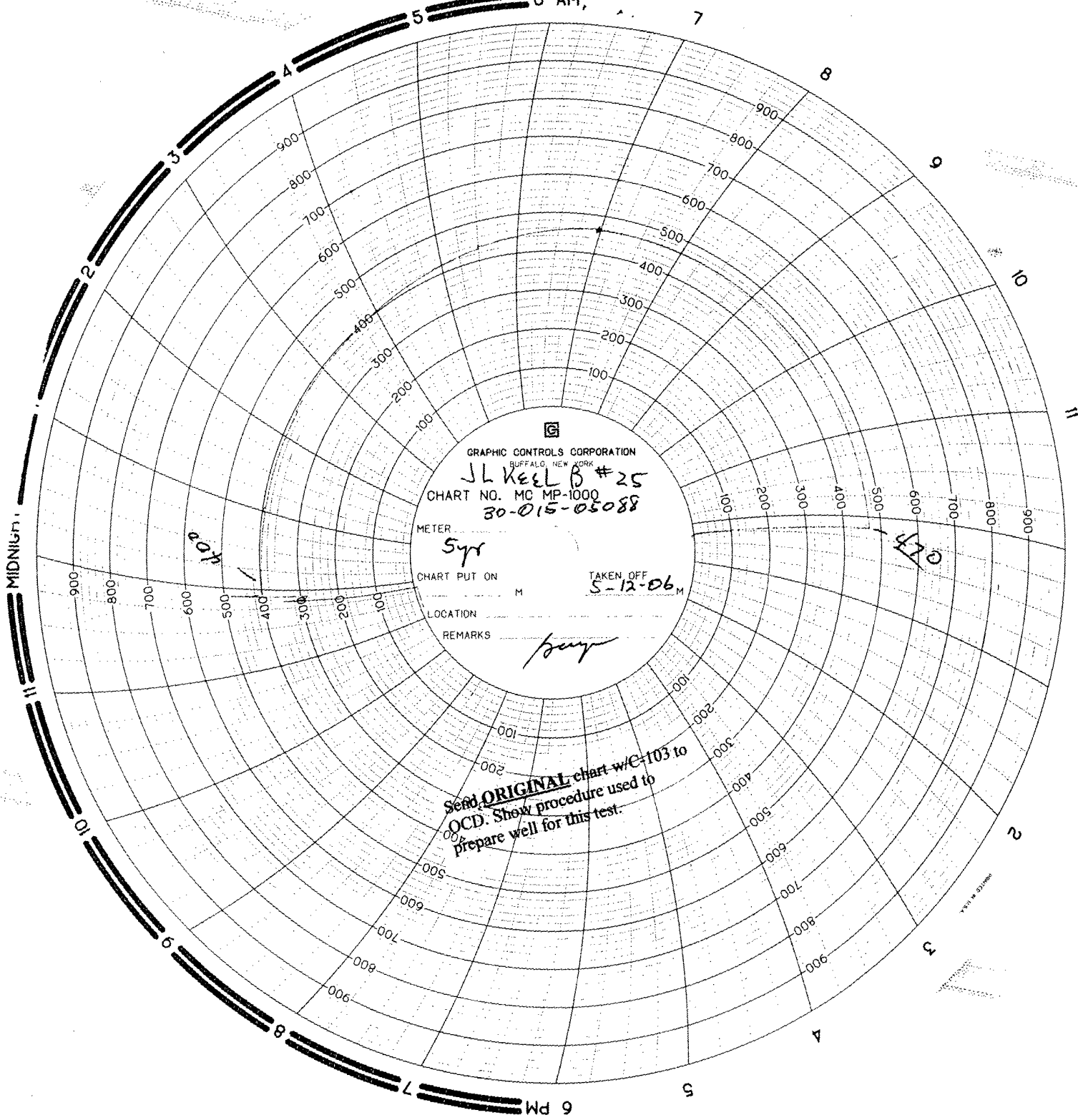
MAY 30 2006

APPROVED BY:

TITLE

DATE

Conditions of Approval (if any)



GRAPHIC CONTROLS CORPORATION  
BUFFALO, NEW YORK  
**JL KEEL B #25**  
CHART NO. MC MP-1000  
**30-015-05088**

METER

*Syr*

CHART PUT ON

M

TAKEN OFF

*5-12-06* M

LOCATION

REMARKS

*bay*

**Send ORIGINAL chart w/ C-103 to  
OCD. Show procedure used to  
prepare well for this test.**