

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

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

WELL API NO.

30-015-33742

5. Indicate Type of Lease
STATE ☒ Lease ☐

6. State Oil & Gas Lease No.
NMNM-045254

7. Lease Name or Unit Agreement Name

Lotsa Luck 29 Federal Com

8. Well Number

3

9. OGRID Number

14591

10. Pool name or Wildcat

Crow Flats 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

Merit Energy Company

3. Address of Operator

13727 Noel Road, Suite 500, Dallas, Texas 75240

4. Well Location

Unit Letter G : 1980 feet from the north line and 1980 feet from the line
Section 29 Township 16-S Range 27-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 ☐ 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.

Temporary Abandon Procedure.

Hold safety meeting and comply with all regulatory, environmental, and safety rules.

Notify NMOCD and BLM prior to beginning operations.

1. MIRU E-line services.
2. RIH w/5-1/2" CIBP & Set at 8450'.
3. Set 30' cement plug on top of CIBP.
4. RD electric line services.
5. RU pump truck and conduct Mechanical Integrity Test.
6. Record pressures on chart.
7. RD pump truck, clean location.

*Federal
GAS
Well*

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 Larry M. Sanders TITLE Sr. Regulatory Analyst DATE 07/27/2006

Type or print name Larry M. Sanders

E-mail address:

Telephone No. 972-628-1610

For State Use Only

Accepted for record - NMOCD

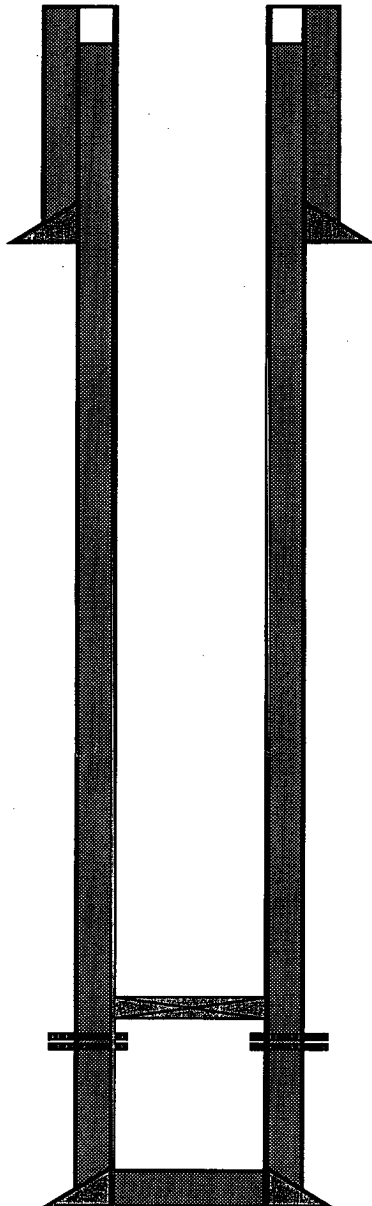
APPROVED BY: TITLE DATE

Conditions of Approval (if any):

MERIT ENERGY COMPANY WELLBORE SCHEMATIC

WELL NAME: LOTSA LUCK 29 FED COM # 3		FIELD: Crow Flats	
LOCATION: 1980' FNL & 1980' FEL, Sec. 29, T16S-R27E		COUNTY: Eddy	STATE: NM
ELEVATION: GL = 3486', KB = 3505.5'		SPUD DATE: 01/23/05	COMP DATE: 02/25/05
API#: 30-015-33742	PREPARED BY: B. Bauer		DATE: 12/05/05

	DEPTH	SIZE	WEIGHT	GRADE	THREAD	HOLE SIZE
CASING:	0' - 1320'	8-5/8"	32#	J-55	LT&C	12-1/4"
CASING:	0' - 9000'	5-1/2"	17#	P-110	LT&C	7-7/8"
TUBING:						



☐ CURRENT

☒ PROPOSED

OPERATOR: MERIT ENERGY COMPANY

8-5/8" CSG @ 1320' SET W/ 620 SX (TOC @ SURFACE)

DETAIL OF PERFORATIONS

MORROW: 8574' - 8584' (@ 4 SPF = 40 0.4" EHD HOLES)

Zones of Interest

San Andres: 2050' - 2146'

Yeso: 2687' - 2699'

Set CIBP @ 8,480' & cap w/ 30' cmt

PBTD @ 8750'

TD @ 9000'

5-1/2" CSG @ 9000' SET W/ 1565 SX (TOC @ 200' CBL)