

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.

5. Indicate Type of Lease

STATE ☒ FEE

6. State Oil & Gas Lease No.

7. Lease Name or Unit Agreement Name
War Cloud State Com 1425 - 36

8. Well Number 3 Y

9. OGRID Number 230387

10. Pool name or Wildcat
Wildcat; Wolfcamp

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

Parallel Petroleum Corporation

3. Address of Operator

1004 N. Big Spring St., Suite 400, Midland, Texas 79701

4. Well Location

Unit Letter H : 1860 feet from the N line and 250 feet from the E line
 Section 36 Township 14S Range 25E NMPM Chaves County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
 3485' GR

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: Move rig to new hole ☒

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐COMMENCE DRILLING OPNS. ☒ P AND ACASING/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.

Original surface well bore was lost due to stuck pipe and un-retrievable fish. P & A well #3.

Intention to drill new hole (#3 Y) at new surface location and same proposed BHL.

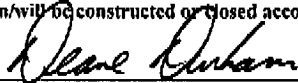
6-19-07 Moved rig to new hole at 20' north of old hole.

Surface Location at 1860' FNL and 250' FEL, Sec. 36, T14S, R25E.

Resume drilling of well as original permit requires.

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



TITLE Engineer

DATE 19 JUN 2007

Type or print name Deane Durham

E-mail address: ddurham@plll.com

Telephone No. (432) 684-3727

For State Use Only

BRYAN G. ARRANT

DISTRICT II GEOLOGIST

JUN 20 2007

APPROVED BY:

DATE

Conditions of Approval (if any):