

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

Form C-103
May 27, 2004

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. 30-015-00737
1. Type of Well: Oil Well ☒ Gas Well ☐ Other ☐		5. Indicate Type of Lease STATE ☒ FEE ☐
2. Name of Operator Fairway Resources Operating, LLC		6. State Oil & Gas Lease No.
3. Address of Operator 538 Silicon Drive, Suite 101, Southlake, TX 76092		7. Lease Name or Unit Agreement Name South Red Lake II Unit
4. Well Location Unit Letter B : 905 feet from the north line and 1,610 feet from the east line Section 2 Township 18S Range 27E NMPM County Eddy		8. Well Number 38
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3,596' KB		9. OGRID Number 241598
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 ☐

SUBSEQUENT REPORT OF:
 REMEDIAL WORK ☐ ALTERING CASING ☐
 COMMENCE DRILLING OPNS. ☐ P AND A ☐
 CASING/CEMENT JOB ☐

OTHER: ☒ Plug-back current Grayburg completion

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.

7" casing set at 1,480, cemented with 75 sx
 TD 1, 723'
 Current Status: active oil well

Proposed Request

1. Lay down pump and rods, pull production tubing.
2. Run in with tubing to 1,530' and spot 100' cement plug
3. Tag top of cement plug
4. Rig down and move off of location

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 Kenneth Pearce TITLE engineer DATE 7-3-07

Type or print name Kenneth Pearce E-mail address: kpearce@fairwayresources.com Telephone No. 817/416-1946

For State Use Only BRYAN G. ARRAÑT
 DISTRICT II GEOLOGIST

JUL 19 2007

APPROVED BY: _____ TITLE _____ DATE _____

Conditions of Approval (if any): _____

Fairway Resources Operating, LLC
South Red Lake II Grayburg Unit #38

API 30-015-00737

905' FNL and 1610' FEL

Unit B, Sec. 2, T18S, R27E

Eddy County, NM

Proposed

