

Submit One Copy 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
 March 18, 2009

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

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. X30-015-36119						
1. Type of Well: <input type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other BRINE WELL SUPPLY		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>						
2. Name of Operator LOCO HILLS WATER DISPOSAL CO.		6. State Oil & Gas Lease No. X						
3. Address of Operator PO BOX 68 LOCO HILLS NM 88255		7. Lease Name or Unit Agreement Name BRINE WELL						
4. Well Location Unit Letter <u>1453</u> : <u>17S</u> feet from the <u>1453</u> SOUTH line and <u>221</u> feet from the <u>17S</u> line Section <u>16</u> Township <u>17S</u> Range <u>30E</u> NMPM EDDY County		8. Well Number <u>21</u>						
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3667 GR		9. OGRID Number <u>1453</u>						
12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data								
<table border="0"> <tr> <td colspan="2"> NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/> PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPL <input type="checkbox"/> </td> <td> SUBSEQUENT REPORT OF: REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/> COMMENCE DRILLING OPNS <input type="checkbox"/> P AND A <input checked="" type="checkbox"/> CASING/CEMENT JOB <input type="checkbox"/> </td> </tr> <tr> <td colspan="2"> OTHER: <input type="checkbox"/> </td> <td> <input checked="" type="checkbox"/> Location is ready for OCD inspection after P&A </td> </tr> </table>			NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/> PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPL <input type="checkbox"/>		SUBSEQUENT REPORT OF: REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/> COMMENCE DRILLING OPNS <input type="checkbox"/> P AND A <input checked="" type="checkbox"/> CASING/CEMENT JOB <input type="checkbox"/>	OTHER: <input type="checkbox"/>		<input checked="" type="checkbox"/> Location is ready for OCD inspection after P&A
NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/> PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPL <input type="checkbox"/>		SUBSEQUENT REPORT OF: REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/> COMMENCE DRILLING OPNS <input type="checkbox"/> P AND A <input checked="" type="checkbox"/> CASING/CEMENT JOB <input type="checkbox"/>						
OTHER: <input type="checkbox"/>		<input checked="" type="checkbox"/> Location is ready for OCD inspection after P&A						
<input checked="" type="checkbox"/> All pits have been remediated in compliance with OCD rules and the terms of the Operator's pit permit and closure plan. <input checked="" type="checkbox"/> Rat hole and cellar have been filled and leveled. Cathodic protection holes have been properly abandoned. <input checked="" type="checkbox"/> A steel marker at least 4" in diameter and at least 4' above ground level has been set in concrete. It shows the								

OPERATOR NAME, LEASE NAME, WELL NUMBER, API NUMBER, QUARTER/QUARTER LOCATION OR UNIT LETTER, SECTION, TOWNSHIP, AND RANGE. ALL INFORMATION HAS BEEN WELDED OR PERMANENTLY STAMPED ON THE MARKER'S SURFACE.

- ☒ The location has been leveled as nearly as possible to original ground contour and has been cleared of all junk, trash, flow lines and other production equipment.
☒ Anchors, dead men, tie downs and risers have been cut off at least two feet below ground level.
☐ If this is a one-well lease or last remaining well on lease, the battery and pit location(s) have been remediated in compliance with OCD rules and the terms of the Operator's pit permit and closure plan. All flow lines, production equipment and junk have been removed from lease and well location.
☒ All metal bolts and other materials have been removed. Portable bases have been removed. (Poured onsite concrete bases do not have to be removed.)
☒ All other environmental concerns have been addressed as per OCD rules.
☒ Pipelines and flow lines have been abandoned in accordance with 19.15.35.10 NMAC. All fluids have been removed from non-retrieved flow lines and pipelines.

When all work has been completed, return this form to the appropriate District office to schedule an inspection.

SIGNATURE James R. Maloney TITLE VP DATE 7/20/09

TYPE OR PRINT NAME JAMES R MALONEY E-MAIL: JRM@PVTNETWORKS.NET
 PHONE: _____
 For State Use Only

APPROVED BY: Carl J. Chavez TITLE Env. Engineer DATE 9/29/09
 Conditions of Approval (if any): _____

CEMENT JOB REPORT

CUSTOMER Ray Westfall Operating		DATE 07 JUL 09		F.R. # 483310677		SERV. SUPV. RICHARD B ANEZ	
LEASE & WELL NAME LOCO HILLS BRINE # 2		LOCATION		COUNTY-PARISH-BLOCK Eddy New Mexico			
DISTRICT Ardesia		DRILLING CONTRACTOR RIG # PULING UNIT		TYPE OF JOB Plug & Abandon			
SIZE & TYPE OF PLUGS		LIST-CSG-HARDWARE		PHYSICAL SLURRY PROPERTIES			
NA-P&A				SACKS OF CEMENT	SLURRY WGT PPG	SLURRY YLD FT ³	WATER GPS
MATERIALS FURNISHED BY BJ							PUMP TIME HR:MIN
C NEAT				150	14.8	1.32	6.32 02:47
FRESH WATER				0	8.34	1	0 00:00
Available Mix Water 130 Bbl.		Available Displ. Fluid 130 Bbl.		TOTAL		35	22.40
HOLE		TBC-CSG-D.P.		COLLAR DEPTHS			
SIZE	% EXCESS	DEPTH	SIZE	WGT.	TYPE	DEPTH	GRADE
11	0	620	2.875	8.5	TBG	620	J-55
LAST CASING		PKR-CMT RET-BR PL-LINER		PERF. DEPTH		TOP CONN	
SIZE	WGT.	TYPE	DEPTH	BRAND & TYPE	DEPTH	TOP	BTM
7	20	CSG	1000	NO PACKER	0	0	0
DISPL. VOLUME		DISPL. FLUID		CAL. PSI		CAL. MAX PSI	
VOLUME	UOM	TYPE	WGT.	RUMP PLUG	TO REV.	SQ. PSI	RATED
0	BBL			0	0	0	7260
MAX TBG PSI		MAX CSG PSI		MAX WATER			
Operator		Operator		Operator		Operator	
5808		3740		2992		RIG	
EXPLANATION: TROUBLE SETTING TOOL, RUNNING CSG, ETC. PRIOR TO CEMENTING: NONE							
PRESSURE/RATE DETAIL				EXPLANATION			
TIME HR:MIN.	PRESSURE - PSI		RATE BPM	BBL FLUID PUMPED	FLUID TYPE	SAFETY MEETING: BJ CREW <input checked="" type="checkbox"/> CO. REP. <input checked="" type="checkbox"/>	
	PIPE	ANNULUS				TEST LINES 3000 PSI	
						CIRCULATING WELL - RIG <input checked="" type="checkbox"/> BJ <input type="checkbox"/>	
07:30	0	0	0	0	0	ARRIVE LOC.	
07:31	0	0	0	0	0	SEE CO MAN GET JOB REQUIREMENTS.	
07:40	0	0	0	0	0	CHECK LOC SPOT EQUIP., MEETING RIG UP.	
08:00	0	0	0	0	0	CHECK H2O WHEN ARRIVED.	
08:30	0	0	0	0	0	PRE JOB SAFETY MEETING	
08:50	5000	0	.5	.5	H2O	TEST LINES	
08:53	87	0	2.5	5	BRINE	FLOOD HOLE	
08:55	0	0	0	0	CMT	BATCH AND WEIGH CMT	
09:00	106	0	3	25	CMT	PUMP CMT.	
09:12	0	0	0	0	CMT	SHUT DOWN COME OUT OF HOLE	
09:36	100	0	.5	3	CMT	TOP OFF.	
09:00	0	0	0	0	0	THANK YOU RICHARD AND CREW	
BUMPED PLUG	PSI TO BUMP PLUG	TEST FLOAT EQUIP.	BBL CMT RETURNS/ REVERSED	TOTAL BBL PUMPED	PSI LEFT ON CSG	SPOT TOP OUT CEMENT	
Y <input type="checkbox"/> N <input checked="" type="checkbox"/> 0		Y <input type="checkbox"/> N <input checked="" type="checkbox"/> 0		33	0	Y <input type="checkbox"/> N <input checked="" type="checkbox"/>	
SERVICE SUPERVISOR SIGNATURE: <i>Richard Anez</i>							