

Submit 1 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
October 13, 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. 30-015-22574
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other: Brine Well		5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator City of Carlsbad/Bankrupt Estate of I & W, inc.		6. State Oil & Gas Lease No. n/a
3. Address of Operator 101 N Halagueno St., Carlsbad, NM 88220		7. Lease Name or Unit Agreement Name Eugenie
4. Well Location Unit Letter 995 feet from the South line and 641 feet from the West line Section 17 Township 22S Range 27E NMPM County Eddy		8. Well Number 1
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3,126' GL (Ground Level)		9. OGRID Number 10866
		10. Pool name or Wildcat BSW, Salado

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 ☐
DOWNHOLE COMMINGLE ☐

OTHER: ☐

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

OTHER: Re-Entry of a ~~Monitoring~~ Well ☒
Brine

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 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

I. Site Preparation

Dig out cellar around wellhead
Mobilize job trailer
Build 70'x70' gravel pad for drill/crane
Stage 10,000 gallon frac tank; fill with water using 3-inch line
Manage surface water from heavy rains
Coordinate site security with Robert Brader, Eddy Co Emergency Response

II. Mobilization, Thursday July 8, 2010

Crane set up on Thursday
Weld up bradenhead flange
Backfill around wellhead

III. Day 1, Friday July 9, 2010

Safety Meeting
Set up pump and blow out preventer
Delay waiting on blind rams for BOP
Rig up coil tubing unit
Reduce e-mails on alarm notification list; Robert Brader only off-site contact
Plumb discharge tank
Started to drill cement at 1:30 pm
Cement drilled out at 5:30 pm
Top of cast iron bridge plug at 439' below surface
Started drilling CIBP at 5:30 pm
Drill out plug at 8:05 pm.
Tagged bottom of cavern at 488' below surface
Pull out of hole 8:15 to 8:25 pm

Flow well at 1bbl/minute through the choke valve on the BOP at 8:30 pm

IV. Day 2, Saturday July 10, 2010

Flow well at 1bbl/minute into on site storage tanks
Pressure must be equalized to run 4-1/2 inch casing
Socon running sonar e-log tool through lubricator at 1:31 pm
Flowing tubing pressure at 14 psi, flow rate 1bbl/minute
Increase flow rate to 3 bbl/minute, flowing tubing pressure stable at 14 psi
Shut well in at 8:30 pm due to piezometer and tilt meter indications of ground movement
Rig down and move out between 8:30 pm and 11:05 pm

V. Day 3, Sunday July 11

Continue with demobilization
Blow off preventer remains on wellhead
Complete as monitoring well
Install pressure transducer on monitoring well
Secure well

Spud Date:

7/9/2010

Rig Release Date:

7/10/2010

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Scott Miles TITLE: Geologist/Project Manager DATE: July 27, 2010

Type or print name: Scott Miles E-mail address: Scott.Miles@Respec.com PHONE: (505) 268-2661

For State Use Only

APPROVED BY: J. G. [Signature] TITLE Senior Hydrologist DATE 7/27/10
Conditions of Approval (if any):