

Office

District I

1625 N. French Dr., Hobbs, NM 88240

District II

1301 W. Grand Avenue, Artesia, NM 88210

District III

1000 Rio Brazos Rd., Aztec, NM 87410

District IV

1220 S. St. Francis Dr., Santa Fe, NM 87506

State of New Mexico
Energy, Minerals and Natural ResourcesForm C-103
Revised March 25, 1999

RECEIVED

OIL CONSERVATION DIVISION

AUG 10 2010 South St. Francis Dr.

Santa Fe, NM 87505

NMOCD ARTESIA

WELL API NO.

30-15-06194

5. Indicate Type of Lease

STATE ☒ FEE ☐

6. State Oil & Gas Lease No.

BL-635

7. Lease Name or Unit Agreement Name:

Leonard

8. Well No.

Leonard State #3

9. Pool name or Wildcat

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 Salt Dome Storage

2. Name of Operator

Laco Hills GSF LTD

3. Address of Operator

1231 Old Annetta Rd Abilene, Texas 76908

4. Well Location

Unit Letter L : 1975 feet from the South line and 560 feet from the west lineSection 22 Township 17S Range 29E NMPM County Eddy

10. Elevation (Show whether DR, RKB, RT, GR, etc.)

Ground

11. 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 COMPLETION ☐OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDONMENT ☐CASING TEST AND CEMENT JOB ☐OTHER: ☐

12. 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. Estimated start date 12-13 August 2010

Spot an open hole cement plug as close to shoe as possible

Tag up after plug spotted (make sure it holds)

Run 4L45 4" Flush joint casing Appx. 779" between 4" and 5 1/2" I.d

Run mix on casing (min 300 # for 30 min) chart recorded. Will not try

ocd 24 hours before testing

Run 2 3/8" 4L45 Flush joint tubing and nipple up.

Inject nitrogen for open nitrogen test. 1 1/2 x working pressure

4 hour chart recorded. Will not try ocd 24 hours prior to test

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

SIGNATURE John B. Smith TITLE Terminal Operator DATE 8/10/10Type or print name John B. Smith Telephone No. 575-677-2331

(This space for State use)

APPROVED BY Lewis R. DeLo TITLE Dist. Supervisor DATE 08/10/2010

Conditions of approval, if any: