

State of New Mexico
Energy, Minerals and Natural ResourcesOIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

WELL API NO.

30-015-22080

5. Indicate Type of Lease

STATE ☒ FEE ☐

6. State Oil & Gas Lease No.

V-4500

7. Lease Name or Unit Agreement Name

Guacamayo State

8. Well Number #1

9. OGRID Number

017985

10. Pool name or Wildcat

Foster Draw; Delaware

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

Premier Oil & Gas Inc.

3. Address of Operator

PO Box 1246, Artesia, NM 88211-1246

4. Well Location

Unit Letter _____ P _____ : _____ 660 _____ feet from the _____ South _____ line and _____ 990 _____ feet from the _____ East _____ line
Section 6 Township 21S Range 27E NMPM County Eddy

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

3207 GR

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: Delaware Completion

☒

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ P AND A ☐
CASING/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 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

Perforate, acidize, and test Delaware Formation from 2650' – 4080'. Will evaluate formation based on oil show and cut for possible hydraulic fracturing. Plant to start work by June 10, 2011.

RECEIVED

MAY 26 2011

NMOCD ARTESIA

Spud Date:

Rig Release Date:

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

SIGNATURE



TITLE Vice President

DATE 5/26/2011

Type or print name Daniel Jones

E-mail address: dan.jones@premieroilgas.com PHONE: 972-470-0228

For State Use Only

APPROVED BY



TITLE

District Supervisor

DATE 05/26/2011

Conditions of Approval (if any):

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 87505

State of New Mexico
Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

Form C-102

Revised July 16, 2010

Submit one copy to appropriate

District Office

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-015-22080	² Pool Code 97043	³ Pool Name Foster Draw; Delaware
⁴ Property Code 16067	⁵ Property Name Guacamayo State	
⁷ OGRID No. 17985	⁸ Operator Name Premier Oil & Gas, Inc.	
		⁶ Well Number 1 ⁹ Elevation 3207' GL

¹⁰ Surface Location

UL or lot no. P	Section 6	Township 21-S	Range 27-E	Lot Idn	Feet from the 660	North/South line South	Feet from the 990	East/West line East	County Eddy
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¹¹ Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
¹² Dedicated Acres 40		¹³ Joint or Infill		¹⁴ Consolidation Code		¹⁵ Order No.			

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.

<div style="text-align: center;"> <p>990'</p> <p>660'</p> </div>	<p>¹⁷ OPERATOR CERTIFICATION</p> <p><i>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.</i></p> <p style="text-align: right;">05/26/2011</p> <p>Signature: Date</p> <p>Daniel Jones Printed Name</p> <p>dan.jones@premieroilgas.com E-mail Address</p> <p>¹⁸ SURVEYOR CERTIFICATION</p> <p><i>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</i></p> <p>Nov 6, 1976</p> <p>Date of Survey</p> <p>Signature and Seal of Professional Surveyor:</p> <p>John W. West #676 (see previous surveyor certification for seal)</p> <p>Certificate Number</p>
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Oil Conservation Division
Artesia Office
1301 W. Grand Ave.
Artesia, NM 88210

Re: H2S Contingency Plan
Guacamayo State #1
Sec 6 – 21S – 27E, Unit P
API: 30-015-22080

To Whom It May Concern,

Premier Oil & Gas, Inc. is requesting an exemption from the H2S Contingency Plan (19.15.11.9) for our Delaware recompletion in the Guacamayo State #1. The nearest Delaware field is the Avalon Delaware Unit (ADU) which is located approximately 1-1/2 miles from the unit boundary. The ADU produces sweet oil and associated gas without H2S. Premier is a working interest owner in the ADU. The nearest public area, Lake Avalon, is approximately 1 mile away while the nearest county road is 900 feet from the well site.

Should have you have any questions please feel free to contact me at 972-470-0228.

Sincerely,

A handwritten signature in black ink, appearing to read 'Daniel Jones', is written over a horizontal line.

Daniel Jones
Vice President