

Send 3 Copies
to Appropriate
District Office

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-103
Revised 1-1-89

DISTRICT I
P.O. Box 1980, Hobbs, NM 88240

DISTRICT II
P.O. Drawer DD, Artesia, NM 88210

DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410

OIL CONSERVATION DIVISION

P.O. Box 2088
Santa Fe, New Mexico 87504-2088

01 JUL 16 PM 2:07

WELL API NO.	3001521638
5. Indicate Type of Lease	STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.	648
7. Lease Name or Unit Agreement Name	DHY STATE
8. Well No.	1
9. Pool name or Wildcat	
10. Elevation (Show whether DF, RKB, RT, GR, etc.)	

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 <input type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> OTHER	2. Name of Operator I.T. PROPERTIES
3. Address of Operator 3502 YACHTCLUB CT., SUITE 100	4. Well Location Unit Letter F : 1980 Feet From The NORTH Line and 1980 Feet From The WEST Line Section 23 Township 19S Range 28E NMPM EDDY County

11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data
NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF:

PERFORM REMEDIAL WORK <input checked="" type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>		CASING TEST AND CEMENT JOB <input type="checkbox"/>	
OTHER: <input type="checkbox"/>		OTHER: <input type="checkbox"/>	

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.

*** SEE ATTACHMENT



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

SIGNATURE Thien H. Tran TITLE LAND ADMINISTRATION DATE 07/09/01

TYPE OR PRINT NAME THIEN H. TRAN TELEPHONE NO. 817-561-9950

(This space for State Use)

APPROVED BY Mike S. Wilkerson TITLE Env. Eng. Spec. I DATE 8/20/2001

CONDITIONS OF APPROVAL, IF ANY: Casing must pass mechanical integrity test.
Notify O.C.D. prior to repair actions + testing.

I.T. Properties

3502 Yachtclub Ct., Suite 100 • Arlington, TX 76016
TEL 817/ 561 9950 • FAX 817/ 478-1925

DHY State No. 1
Section 23-T19S-R28E
Eddy County, New Mexico

Casing Repair Procedures Proposal

- | | |
|--------|--|
| Day 1 | MI & RUPU. Install 7-1/16" 3000# BOP with 2-3/8" & CSO's. POH with tubing. RIH 4-11/16" overshot and engage tubing upset @ approx 5970'. RU WL and cut tubing @ approx 10950' (15' above PKR). POH tubing. |
| Day 2 | RIH with 5-1/2" RBP and set @ 7000'. Dump 3 sxs sand. POH. Prep to pull 5-1/2" casing. Dig out cellar and open valve on 8-5/8" casing. |
| Day 3 | Set cat walk and pipe racks. RU casing jacks and PU on 5-1/2' casing. RU casing crew and LD casing. |
| Day 4 | RIH with WL run inspection log from TOC to 4000'. Cut bad casing. Receive 2-7/8' work string (approx 5500'). RIH with casing repair. |
| Day 5 | Pull and LD bad casing. |
| Day 6 | RU reverse unit and RIH with 7-5/8" OD pilot mill and dress off casing. |
| Day 7 | RIH with 7-5/8' slip joint and 5-1/2" casing. Engage old casing and cement. |
| Day 8 | WOC |
| Day 9 | Drill out cement splice and run string mill to insure splice to clean. |
| Day 10 | Wash sand off RBP @ 7000' & POH with same. |
| Day 11 | RIH with new 5-1/2" PKR and set above cut off tubing above PKR @ 10950+-. Swab Morrow in. |
| Day 12 | RDPU |