

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

2040 Pacheco St.  
Santa Fe, NM 87505

WELL API NO.  
30-015-32414

Indicate Type of Lease

STATE ☒

FEE ☐

State Oil & Gas Lease No.  
K-3633-7

**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.)

Lease Name or Unit Agreement Name  
Esperanza 11 State Com

Type of Well:

OIL  
WELL ☐

GAS  
WELL ☒

OTHER

Name of Operator  
Mewbourne Oil Company 14744

Well No.  
1

Address of Operator  
PO Box 5270, Hobbs, NM 88241

Pool name or Wildcat  
Burton Flat Morrow

Well Location

Unit Letter M 1010 Feet From The South Line and 660 Feet From The West Line

Section 11 Township 21S Range 27E NMPM Eddy County

Elevation (Show whether DF, RKB, RT, GR, etc.)  
3295' GL

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 ☐

OTHER: ☐

### SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐

ALTERING CASING ☐

COMMENCE DRILLING OPNS. ☐

PLUG AND ANBANDONMENT ☐

CASING TEST AND CEMENT JOB ☐

OTHER: BOP test ☒

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.

11-27-02...7820'. POOH & test BOP Equipment w/ 3rd party as required.  
All equipment passed. Continue w/ Drilling Operations.  
Copy of Chart & Schematic enclosed.

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

SIGNATURE

TITLE District Manager

DATE 12-18-02

TYPE OR PRINT NAME N.M. Young

TELEPHONE NO. 505-393-5905

(This space for State Use)

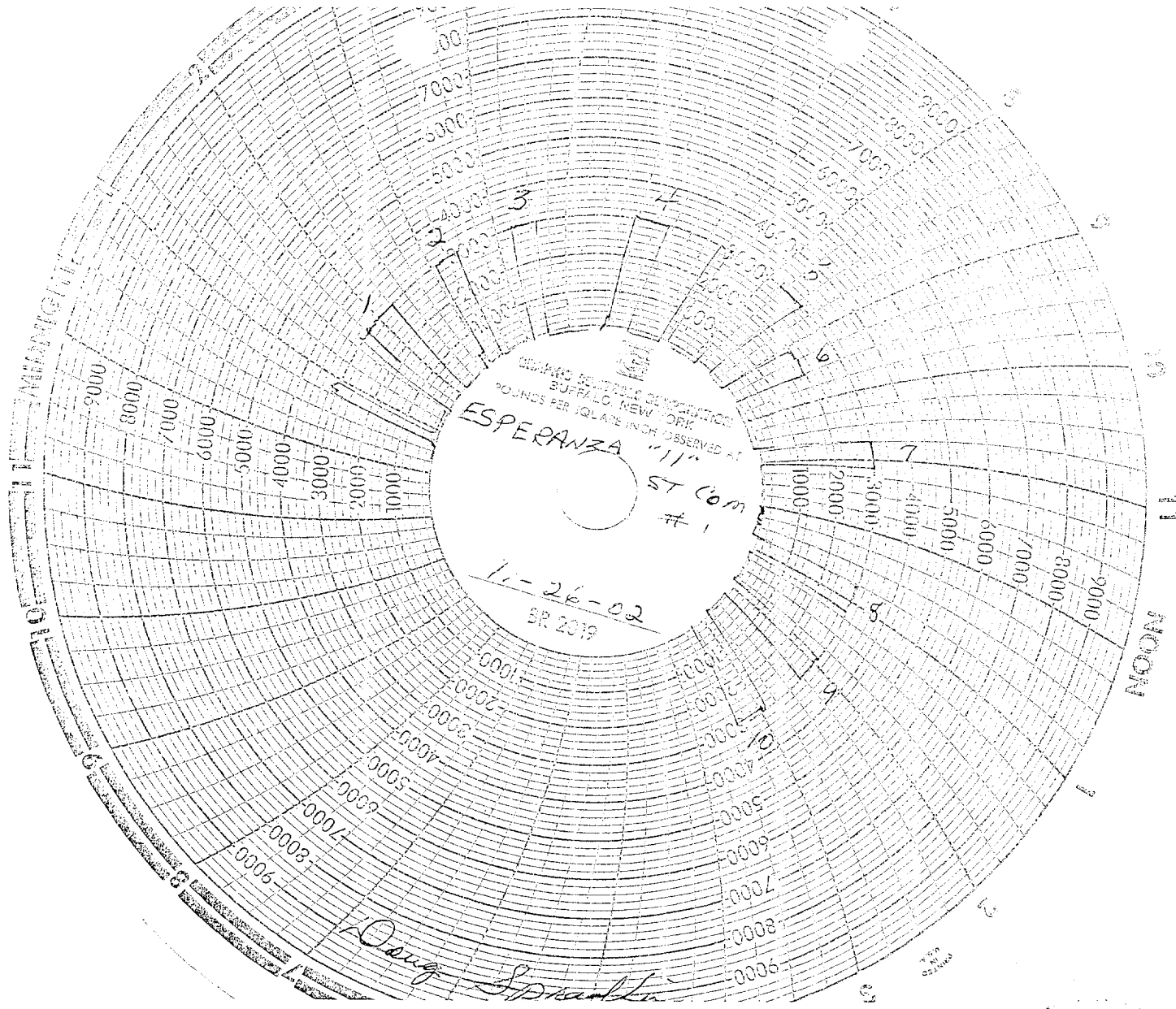
APPROVED BY

TITLE

DATE

CONDITIONS OF APPROVAL, IF ANY:

JAN 08 2003



ESPERANZA "11"

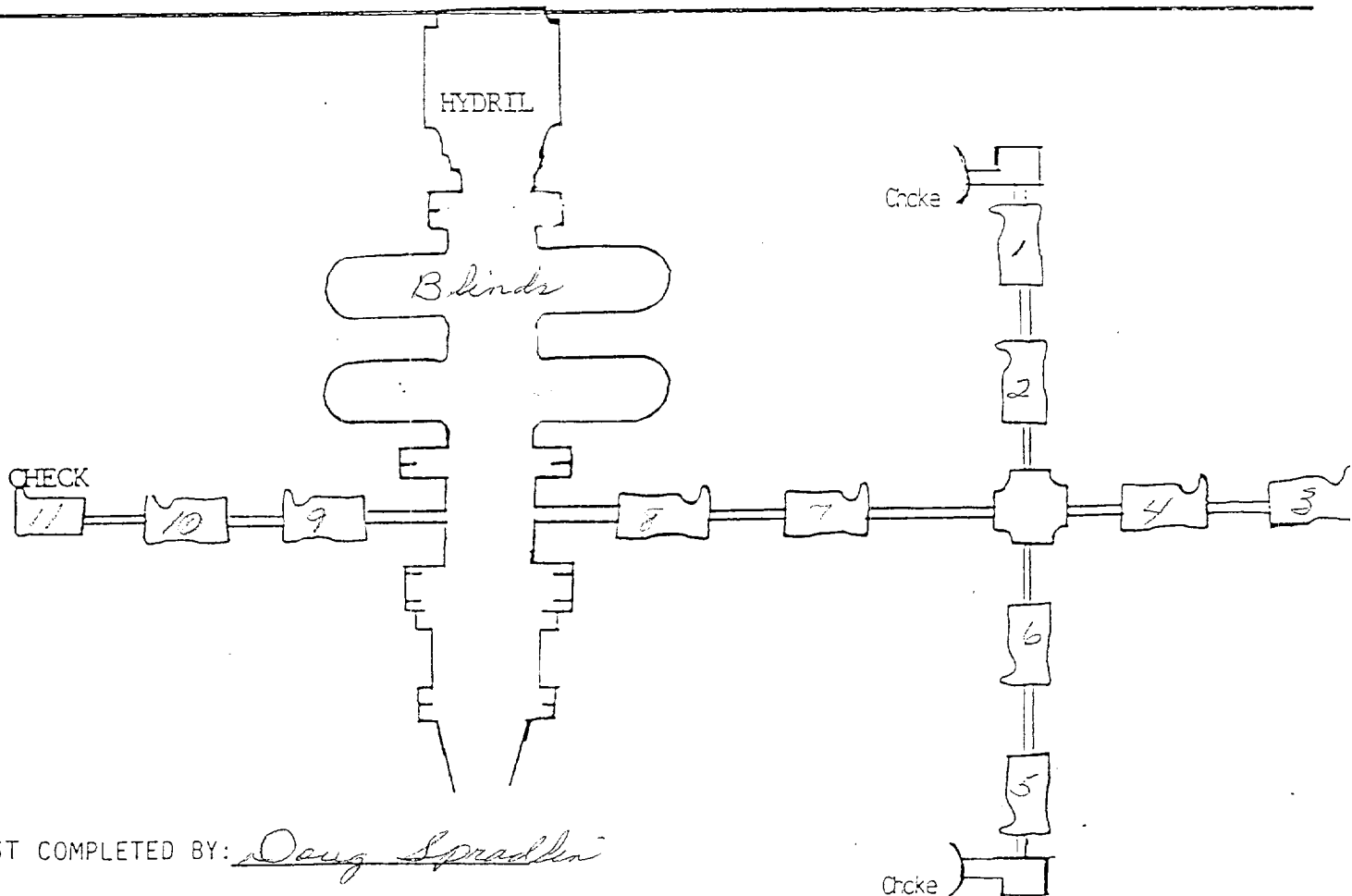
COMPANY Moulbourne

LEASE/WELL NAME State Com #1

DRLG. CONTR. Patterson MTL #1 48

DATE 11-26-02

|     |                                 |           |    |
|-----|---------------------------------|-----------|----|
| 1.  | Blinds - Valves 2 4 6 + 9       | 300' 3000 | OK |
| 2.  | Blinds - Valves 1 3 5 + 10      | 3000      | OK |
| 3.  | Blinds - 1 Valve Hyd Choke + 11 | 3000      | OK |
| 4.  | Pipe Ram - Valves 7 + 9         | 300' 3000 | OK |
| 5.  | Pipe Ram - Valves 8 + 9         | 3000      | OK |
| 6.  | Hydril                          | 2000      | OK |
| 7.  | Lower Kelly                     | 3000      | OK |
| 8.  | Upper Kelly                     | 3000      | OK |
| 9.  | Safety Valve                    | 3000      | OK |
| 10. | Port Valve                      |           |    |



TEST COMPLETED BY: Doug Spradlin

HOBBS SAFETY TEST, INC.



# SAFETY TEST, INC.

P.O. Box 5013  
Hobbs, N.M. 88241  
Hobbs (505) 397-4414

NO 3448

RENTED TO Murphy Oil Co P.O. NO. \_\_\_\_\_

DATE 11-24-82  
ORDERED BY Glenn Lease Superman "H" ST Conn #1

Rental begins when tools leave warehouse and continues until returned thereto. Rental day starts at midnight and part day shall be charged as full day.

## SAFETY TEST PORTABLE BLOWOUT PREVENTER PRESSURE TESTING SERVICE:

Flat air hours \$ 100.00  
\$ \_\_\_\_\_

### Items Tested:

|                         |                         |                          |
|-------------------------|-------------------------|--------------------------|
| _____ rams to _____ #   | _____ Csg. to _____ #   | U. Kelly Cock _____ #    |
| _____ rams to _____ #   | Hydril B O P to _____ # | L Kelly Cock _____ #     |
| _____ rams to _____ #   | Choke Line _____ #      | Safety Valve _____ #     |
| _____ blinds to _____ # | Choke Manifold _____ #  | Inside Preventer _____ # |

TRANSPORTATION: To and From Job Site \$ 100.00

TEST SUBS 4 1/2 hrs \$ 450.00

OTHER 10" C.O.D. \$ 100.00

We Appreciate Your Business

UNIT NO. TOTAL — \$ 748.00

**TERMS: NET CASH — NO DISCOUNT. (PRICES SUBJECT TO CHANGE WITHOUT NOTICE):** Terms and Conditions Under Which Tools and Other Equipment Are Rented: Lessor exercises precautions to keep its tools and other equipment in good condition, but does not guarantee its condition. All tools and other equipment rented from Lessor is used at Lessee's sole risk. Lessee agrees that Lessor shall not be liable for any damages for personal injuries to any persons or for any damage to Lessor's property or the property of other persons that may be caused by any of such tools or other equipment, or that may be caused by its failure during use, and Lessee hereby agrees to hold harmless and indemnify Lessor against all persons for all personal injuries and / or property damage. Well conditions which prevent satisfactory operation of equipment do not relieve Lessee of his responsibility for rental charges. Lessee assumes all responsibility for equipment while out of possession of the Lessor and promised to return such equipment to the Lessor in as good condition as it was at the effective date of the lease, natural wear and tear from reasonable use thereof excepted. All equipment lost or damaged beyond repair will be paid for by the Lessee. Accrued rental charges cannot be applied against the purchase price or cost of repairs of such damaged or lost equipment. All transportation charges must be borne by the Lessee. Rental begins when equipment leaves Lessor's yard and continues until returned thereto. ALL TOOLS AND EQUIPMENT SHALL REMAIN the sole property of Lessor. This lease is made and shall be effective when the equipment is delivered to the carrier selected by the Lessee.

Invoices are rendered upon completion of work. Charges are net cash payable at office from which invoice is rendered. Interest at the rate of 1 1/2 per cent (1 1/2 %) per month will be charged on invoices not paid within thirty (30) days. All applicable Local, State and Federal taxes to be paid by Customer.

Delivered By:

CUSTOMER'S REPRESENTATIVE

By Danny Apudski By [Signature]