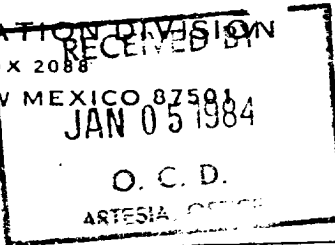


STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION  
P. O. BOX 2088  
SANTA FE, NEW MEXICO 87501

Form C-103  
Revised 10-1-78

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DISTRIBUTION	
SANTA FE	<input checked="" type="checkbox"/>
FILE	<input checked="" type="checkbox"/>
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LAND OFFICE	
OPERATOR	<input checked="" type="checkbox"/>



5a. Indicate Type of Lease State <input checked="" type="checkbox"/> Fee <input type="checkbox"/>
5. State Oil & Gas Lease No. K-4535
7. Unit Agreement Name Cueva Unit
8. Farm or Lease Name Cueva Unit
9. Well No. 1
10. Field and Pool, or Wildcat Sheep Draw Strawn
12. County Eddy

SUNDRY NOTICES AND REPORTS ON WELLS

(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO REOPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT -" (FORM C-101) FOR SUCH PROPOSALS.)

OIL WELL ☐ GAS WELL ☒ OTHER ☐

Name of Operator  
Michael P. Grace II dba Grace Energy ✓

Address of Operator  
P. O. Box 207, Carlsbad, New Mexico 88220

Location of Well  
UNIT LETTER K 1980 FEET FROM THE South LINE AND 1980 FEET FROM West LINE, SECTION 6 TOWNSHIP 23S RANGE 26E NMPM.

15. Elevation (Show whether DF, RT, GR, etc.)  
3418.7

Check Appropriate Box To Indicate Nature of Notice, Report or Other Data  
NOTICE OF INTENTION TO:

INFORM REMEDIAL WORK ☐  
TEMPORARILY ABANDON ☐  
RE-OPEN OR ALTER CASING ☐  
OTHER ☐

PLUG AND ABANDON ☐  
CHANGE PLANS ☐  
OTHER ☐

REMEDIAL WORK ☐  
COMMENCE DRILLING OPNS. ☐  
CASING TEST AND CEMENT JOBS ☐  
OTHER Progress report ☒

ALTERING CASING ☐  
PLUG AND ABANDONMENT ☐

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.

11/25/83 Opened well - has slight head of gas  
11/26/83 Well shut in  
11/27/83 Rigged up Nowsco. Located fluid level at 9000'. TD with coil tubing at 11300'. Jetted out fluid with Nitrogen N<sub>2</sub>.  
11/28/83 Rigged up Schlumberger Well Services, ran in hole found no fluid Went thru sleeve @ 10238', below 100' came back thru to tie in. Had trouble going back thru. worked tool for 1/2 hr. got thru. 11384'. Ran tie in by 11284-34.8 Perforated with Enerjet 1 11/16 gun 2 spf. with no increase in pressure. Went in hole and perforated 11116-24 2spf with no increase in pressure. Came out of hole. Opened well to pit, slight show of gas. Shut down for night.  
12/1/83 Unhooked compressor. Installed flange on csg.  
12/2/83 released Pengo rig. Shut down until after holidays

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

SIGNED Leslie A. Clements TITLE Agent DATE JAN 11 1984  
Original Signed By  
Leslie A. Clements  
Supervisor District II

APPROVED BY \_\_\_\_\_  
CONDITIONS OF APPROVAL, IF ANY: