

DISTRICT I

1625 N. French Dr. Hobbs, NM 88240

DISTRICT II

1301 W. Grand Ave., Artesia, NM 88210

DISTRICT III

1000 Rio Brazos Rd., Aztec, NM 87410

DISTRICT IV

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

87505

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.
Santa Fe, New Mexico 87505

WELL API NO. 30-045-32857
5. Indicate type of Lease STATE <input type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. RCVD FEB28'07 OIL CONS. DIV.
7. Lease Name or Unit Agreement Name Gracia Federal DIST. 3
8. Well No. 181 No. 1
9. OGRID Number 18118
10. Pool name or Wildcat Basin FC / So. Gallegos FR PC

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 <input type="checkbox"/> WELL GAS <input checked="" type="checkbox"/> WELL OTHER	2. Name of Operator Pro NM Energy, Inc.	3. Address of Operator 460 St. Michael's Dr., Suite 402 Santa Fe, NM 87505
4. Well Location Unit Letter I : 1495 Feet From The South Line and 660 Feet From The East Line Section 18 Township 26N Range 11W NMPM County San Juan		
11. Elevation (Show whether DF, RKB, RT, GR, etc.) 6103' GLE		
Pit or Below-grade Tank Application <input checked="" type="checkbox"/> or Closure <input type="checkbox"/>		
Pit type Drilling Depth to Groundwater >100' Distance from nearest fresh water well >1000' Distance from nearest surface water >200' and < 1000'		
Pit Liner Thickness: 12 mil Below-Grade Tank: Volume bbls; Construction Material:		

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

PERFORM REMEDIAL WORK <input 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"/>	MULTIPLE COMPL. <input type="checkbox"/>	CASING TEST AND CEMENT JOB <input type="checkbox"/>	
OTHER: Register drilling pit. <input checked="" type="checkbox"/>		OTHER: <input type="checkbox"/>	

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 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

**Pro NM Energy, Inc. requests approval to construct a drilling reserve pit for the subject well.
Approximate pit dimensions will be 65' x 15' x 12'. The pit will be lined with a 12 mil liner
and fenced.**

*** NMOC notified Mrs. Delventhal of the pit being out of compliance
* Pit Permit was submitted after pit had been constructed and used.**

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOC guidelines ☒, a general permit ☐, or an (attached) alternative OCD-approved plan ☐.

SIGNATURE Dana J. Delventhal TITLE Agent DATE 2/27/07

Type or print name **Dana L. Delventhal**
For State Use Only

E-mail address: **ddelventhal@qwest.net**

Telephone No. **505-326-4125**

* APPROVED BY: Brandon Parnell TITLE DEPUTY OIL & GAS INSPECTOR, DIST. 3 DATE 3/5/07
Conditions of Approval (if any):