

Submit 3 Copies To Appropriate District
Office
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

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
June 19, 2008

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

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.)		WELL API NO. 30-019-20136
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other		5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
2. Name of Operator SWEPI LP		6. State Oil & Gas Lease No. NA
3. Address of Operator P.O. Box 576 Houston, TX		7. Lease Name or Unit Agreement Name Singleton Properties LLC
4. Well Location Unit Letter F : 1919 +/- feet from the North line and 2019 +/- feet from the West line Section 34 Township 11 N Range 23 E NMPM County Guadalupe		8. Well Number Latigo Ranch 2-34
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 4717 +/- graded		9. OGRID Number 250036
		10. Pool name or Wildcat Wildcat

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: ☐

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

SWEPI LP proposes to "sidetrack" the well, to continue to drill to the estimated total vertical depth (TVD).

Drilling equipment debris (drill bit) was lost downhole on December 1, 2008. At that time, the borehole was at a depth of 12465 feet. The bit was initially lost at 7472 feet and then subsequently moved to the bottom of the borehole during recovery operations. We attempted to recover the debris but were unsuccessful. We attempted to drill through the debris but were unsuccessful. We are "sidetracking" the well and resuming vertical drilling about 100 feet northeast of the original well location. On December 30, 2008, a cement plug was set from approximately 11200 to 11800 feet, and cement was tagged at 11254 feet. We departed from the original wellbore by directionally drilling at 11473 feet. We anticipate directionally drilling back to vertical at about 12400 feet. We anticipate drilling to TVD of about 13,600 feet.

No change is anticipated in casing/cementing the production casing, and completion and flow testing.

Spud Date:

September 21, 2008

Rig Release Date:

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

SIGNATURE: Michael L. Bergstrom TITLE: Regulatory Coordinator DATE: January 12, 2009

Type or print name: Michael L. Bergstrom E-mail address: michael.bergstrom@shell.com PHONE: (303) 222-6347

For State Use Only

APPROVED BY: Ed Martin TITLE: **DISTRICT SUPERVISOR** DATE: 1/20/09
Conditions of Approval (if any):



Shell Exploration & Production

2009 JAN 16 PM 1 30

State of New Mexico
Energy, Minerals and Natural Resources Dept.
Oil Conservation Division-District 4
1220 South St. Francis Drive
Sante Fe, New Mexico 87505
Attn.: Ed Martin, District Supervisor

Shell Exploration & Production Co.

Regulatory Affairs-EP Americas
4582 S. Ulster Street Parkway
Suite 1400
Denver, Colorado 80237

CONFIDENTIAL

January 12, 2009

Subject: Notice to Change Plans
Shell Exploration & Production Co., Latigo Ranch 2-34 (API No. 30-019-20136)
Guadalupe County, New Mexico

Dear Mr. Martin:

Shell Exploration & Production Company, dba SWEPI LP (Shell) is submitting our Notice of Intention (Form C-103) to change plans ("sidetrack" well borehole) for the subject well to New Mexico Oil Conservation Division-District 4 (OCD) for your review and approval. Shell requests that OCD hold any information regarding this well confidential for the period designated under NMOCD rules. All documents submitted are clearly marked as "confidential".

If you have any questions or require any additional information regarding these reports, please contact me at (303) 222-6347, or David Janney at Kleinfelder in Albuquerque at (505) 344-7373.

Regards,

Michael L. Bergstrom
Regulatory Coordinator
Shell Exploration & Production Company

Attachments: Form C-103