

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
Revised June 10, 2003

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

WELL API NO. 30-025-
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Lou Wortham
8. Well Number No.'s - 5, 6, 7, 8, 9, 10, 19 & 20
9. OGRID Number 215758
10. Pool name or Wildcat Eunice, San Andres South / Penrose Skelly Grayburg

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 ☒ Gas Well ☐ Other ☐

2. Name of Operator

Pecos Production Company

3. Address of Operator

400 W. Illinois, Suite 1070, Midland, TX 79701

4. Well Location

Unit Letter ____ : ____ feet from the ____ line and ____ feet from the ____ line

Section 11

Township 22S

Range 37E

NMPM Lea

County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)

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 COMPLETION ☐

OTHER: SURFACE COMMINGLING ☒

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐

COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDONMENT ☐

CASING TEST AND 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.

Proposed: Surface Commingle San Andres and Grayburg oil, gas and water production from the Lou Wortham Lease Well No.'s 5-10, 19 and 20 in the N/2 NW/4 of Section 11, T-22-S, R-37-E, Lea County, New Mexico.

Purpose: Commingling production at the surface will allow production from the recently re-completed Lou Wortham No. 19 (Grayburg Fm) to existing facilities at the Lou Wortham Lease- UL C, Section 11, T-22-S, R-37-E

Separation: All wells on lease will be produced into one production separator.

Production Allocation: Each well on lease will be individually tested periodically using the existing test separator.

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

SIGNATURE William R. Huck TITLE VP-Engr. & Operations DATE 2-2-04

Type or print name William R. Huck E-mail address: billh@pecosproduction.com Telephone No. 432-620-8480

(This space for State use)

APPROVED BY Bill Jones TITLE Engineer DATE 2/10/04

Conditions of approval, if any

PC-1110