

New Mexico Oil Conservation Division
Energy, Minerals and Natural Resources Department

811 South First Street, Artesia, NM 88210
2040 South Pacheco, Santa Fe, New Mexico 87505



Data Management Program
"Embracing 21st Century Technology"

11-May-00

SOUTHWEST ROYALTIES INC
PO BOX 11390
MIDLAND TX 79702-

OGRID 21355

Attention: Regulatory Department

Re: Current Status of Oil and Gas Well(s)

Dear Sirs:

Division records indicate that you are the current operator of the following described oil or gas wells(s) in New Mexico. Upon review of our records, apparently there has been a continuous, minimum one year period in which production volumes greater than zero have not been reported or, no report has been sent to the Division on Form C-115 as required by Division Rule 1115.

In an attempt to update our records and ascertain the nature of the non-reporting, the Division requests that you supply the following information:

1. Is your company the current operator of these oil or gas well(s)?
2. Are these well(s) active and currently being produced? If not, have the well(s) been temporarily abandoned, converted to injection, etc., and the proper paperwork filed with the appropriate District Office?
3. Are the produced volumes being reported to the Division on Form C-115?*
4. If the well(s) are not currently being produced, does your company plan to reinstitute production operations on these well(s) in the near future?

If the subject well(s) have been shut-in longer than one (1) year and/or in a non-reporting status, the Division will require the well(s) to be brought into compliance with the Oil Conservation Division Rules and Regulations.

Please direct a copy of this letter with the provided response areas completed within 45 days to the Artesia District Office.

If you should have any questions, please contact Ms. Carmen Reno at 505-748-1283 (x-n/a) at the Artesia District Office.

*If the nature of the problem is reporting, we will contact your representative _____ (name)
at (_____) _____ (area code/number).

Your cooperation is appreciated,

New Mexico Oil Conservation Division Staff

Responses should only correct wrong information. If all data indicated is correct for a particular well, no response entries should be made on that line. If all information is correct, please initial here _____ and return a copy of this letter in its entirety. The following are ONGARD codes for Well Type:

Valid Well Types: O = Oil, G = Gas, I = Injection, S = Salt Water Disposal, M = Miscellaneous

(Please refer to Rules 201, 202 and 203 for definitions of proper P and A and TA procedures.)

**For the purpose of this letter, "Inactive" is defined as 1) no production reports, 2) a prolonged period of reporting 0 [zero] production or, 3) a prolonged period of the well being shut-in.

ALSCOTT FEDERAL

| Well No. | API Number | Location | Well Type | Years Inactive** |
|----------|----------------|----------------|-----------|------------------|
| 002 | 30015221420000 | O 30 18 S 29 E | G | 2 |

Response: Current Operator? ☒ Yes ☐ No Our records indicate the Current Type to be: ☐ 7/15/97
Well is Producing ☐ TA'd? ☐ Plugged? ☐ Shut-In? ☒ Convert to Inj/SWD ☐ Date of Action Checked

EXAMINER STOGNER
OCD EXHIBIT NO. 176
CASE NO. 12811

176

ARNOLD D FEDERAL

SOLD to Shahara Oil LLC

| Well No. | API Number | Location | Well Type | Years Inactive** |
|--|----------------|----------------|-----------|------------------|
| 008 | 30015106110000 | B 34 17 S 30 E | O | 6+ |
| Response: Current Operator? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No Our records indicate the Current Type to be: <input type="checkbox"/> <u>6/30/98</u> - Sold Well is Producing <input type="checkbox"/> TA'd? <input checked="" type="checkbox"/> Plugged? <input type="checkbox"/> Shut-In? <input checked="" type="checkbox"/> Convert to Inj/SWD <input type="checkbox"/> Date of Action Checked | | | | |

DUNES A 36 STATE

| Well No. | API Number | Location | Well Type | Years Inactive** |
|--|----------------|----------------|-----------|------------------|
| 002 | 30018285870000 | E 36 25 S 29 E | O | 1 |
| Response: Current Operator? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No Our records indicate the Current Type to be: <input type="checkbox"/> <u>6/15/98</u> Well is Producing <input type="checkbox"/> TA'd? <input type="checkbox"/> Plugged? <input checked="" type="checkbox"/> Shut-In? <input type="checkbox"/> Convert to Inj/SWD <input type="checkbox"/> Date of Action Checked | | | | |

MCINTYRE G FEDERAL

| Well No. | API Number | Location | Well Type | Years Inactive** |
|---|----------------|----------------|-----------|------------------|
| 001 | 30015042430000 | B 21 17 S 30 E | O | 6+ |
| Response: Current Operator? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No Our records indicate the Current Type to be: <input type="checkbox"/> <u>2/1/98</u> 10-13-00 Well is Producing <input type="checkbox"/> TA'd? <input checked="" type="checkbox"/> Plugged? <input type="checkbox"/> Shut-In? <input checked="" type="checkbox"/> Convert to Inj/SWD <input type="checkbox"/> Date of Action Checked | | | | |

MCINTYRE H FEDERAL

| Well No. | API Number | Location | Well Type | Years Inactive** |
|---|----------------|----------------|-----------|------------------|
| 001 | 30015206630000 | L 15 17 S 30 E | G | 6+ |
| Response: Current Operator? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No Our records indicate the Current Type to be: <input type="checkbox"/> <u>2/1/73</u> 9-8-00 Well is Producing <input type="checkbox"/> TA'd? <input checked="" type="checkbox"/> Plugged? <input type="checkbox"/> Shut-In? <input checked="" type="checkbox"/> Convert to Inj/SWD <input type="checkbox"/> Date of Action Checked | | | | |

NORTH HACKBERRY YA

| Well No. | API Number | Location | Well Type | Years Inactive** |
|---|----------------|----------------|-----------|------------------|
| 107 | 30015046190000 | I 23 19 S 30 E | O | 4 |
| Response: Current Operator? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No Our records indicate the Current Type to be: <input type="checkbox"/> <u>12/31/95</u> 11-17-00 Well is Producing <input type="checkbox"/> TA'd? <input checked="" type="checkbox"/> Plugged? <input type="checkbox"/> Shut-In? <input checked="" type="checkbox"/> Convert to Inj/SWD <input type="checkbox"/> Date of Action Checked | | | | |

| | | | | |
|--|----------------|----------------|---|----|
| 116 | 30015046200000 | O 23 19 S 30 E | O | 6+ |
| Response: Current Operator? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No Our records indicate the Current Type to be: <input type="checkbox"/> <u>12/11/96</u> 7-20-00 Well is Producing <input type="checkbox"/> TA'd? <input checked="" type="checkbox"/> Plugged? <input type="checkbox"/> Shut-In? <input checked="" type="checkbox"/> Convert to Inj/SWD <input type="checkbox"/> Date of Action Checked | | | | |

STATE

| Well No. | API Number | Location | Well Type | Years Inactive** |
|--|----------------|----------------|-----------|------------------|
| 001 | 30015022710000 | I 18 19 S 28 E | O | 6+ |
| Response: Current Operator? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No Our records indicate the Current Type to be: <input type="checkbox"/> <u>11/1/92</u> Well is Producing <input type="checkbox"/> TA'd? <input type="checkbox"/> Plugged? <input type="checkbox"/> Shut-In? <input checked="" type="checkbox"/> Convert to Inj/SWD <input type="checkbox"/> Date of Action Checked | | | | |

STATE B4458

| Well No. | API Number | Location | Well Type | Years Inactive** |
|---|----------------|----------------|-----------|------------------|
| 003 | 30015246460000 | A 36 17 S 29 E | O | 1 |
| Response: Current Operator? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No Our records indicate the Current Type to be: <input type="checkbox"/> <u>6/1/98</u> 4-1-2000 Well is Producing <input type="checkbox"/> TA'd? <input checked="" type="checkbox"/> Plugged? <input type="checkbox"/> Shut-In? <input checked="" type="checkbox"/> Convert to Inj/SWD <input type="checkbox"/> Date of Action Checked | | | | |

002 30015037920000 C 36 17 S 29 E O 6+
Response: Current Operator? ☒ Yes ☐ No Our records indicate the Current Type to be: ☐ 12/1/92
Well is Producing ☐ TA'd? ☐ Plugged? ☐ Shut-In? ☒ Convert to Inj/SWD ☐ Date of Action Checked

STATE JMD

| Well No. | API Number | Location | Well Type | Years Inactive** |
|---|---|---|---------------|------------------|
| 003 | 30015258900000 | J 12 19 S 27 E | O | 5 |
| Response: | Current Operator? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No | Our records indicate the Current Type to be: <input type="checkbox"/> | <u>4/5/94</u> | |
| Well is Producing <input type="checkbox"/> TA'd? <input type="checkbox"/> Plugged? <input type="checkbox"/> Shut-In? <input checked="" type="checkbox"/> Convert to Inj/SWD <input type="checkbox"/> Date of Action Checked | | | | |

| | | | | |
|---|---|---|----------------|--|
| 001 | 30015258610000 | K 12 19 S 27 E | O | |
| Response: | Current Operator? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No | Our records indicate the Current Type to be: <input type="checkbox"/> | <u>5/23/97</u> | |
| Well is Producing <input type="checkbox"/> TA'd? <input type="checkbox"/> Plugged? <input type="checkbox"/> Shut-In? <input checked="" type="checkbox"/> Convert to Inj/SWD <input type="checkbox"/> Date of Action Checked | | | | |

| | | | | |
|---|---|---|-----------------|--|
| 005 | 30015262370000 | O 12 19 S 27 E | O | |
| Response: | Current Operator? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No | Our records indicate the Current Type to be: <input type="checkbox"/> | <u>10/31/98</u> | |
| Well is Producing <input type="checkbox"/> TA'd? <input type="checkbox"/> Plugged? <input type="checkbox"/> Shut-In? <input checked="" type="checkbox"/> Convert to Inj/SWD <input type="checkbox"/> Date of Action Checked | | | | |

WESTFALL A COM

| Well No. | API Number | Location | Well Type | Years Inactive** |
|---|---|---|-------------------|------------------|
| 001 | 30015210070000 | N 5 23 S 27 E | G | 6+ |
| Response: | Current Operator? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No | Our records indicate the Current Type to be: <input type="checkbox"/> | <u>2/10/92</u> PA | |
| Well is Producing <input type="checkbox"/> TA'd? <input type="checkbox"/> Plugged? <input checked="" type="checkbox"/> Shut-In? <input type="checkbox"/> Convert to Inj/SWD <input type="checkbox"/> Date of Action Checked | | | | |

WILDERSPIN FEDERAL

| Well No. | API Number | Location | Well Type | Years Inactive** |
|--|---|---|-------------------------|------------------|
| 004 | 30015258360000 | E 11 21 S 27 E | O | 6+ |
| Response: | Current Operator? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No | Our records indicate the Current Type to be: <input type="checkbox"/> | <u>10/31/93</u> 7-14-00 | |
| Well is Producing <input type="checkbox"/> TA'd? <input checked="" type="checkbox"/> Plugged? <input type="checkbox"/> Shut-In? <input checked="" type="checkbox"/> Convert to Inj/SWD <input type="checkbox"/> Date of Action Checked | | | | |