

Submit 1 Copy To Appropriate District Office
 District I - (575) 393-6161
 1625 N. French Dr., Hobbs, NM 88240
 District II - (575) 748-1283
 811 S. First St., Artesia, NM 88210
 District III - (505) 334-6178
 00 Rio Brazos Rd., Aztec, NM 87410
 District IV - (505) 476-3460
 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
 Energy, Minerals and Natural Resources

Form C-103
 Revised August 1, 2011

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

| |
|---|
| WELL API NO. 30-015-24723 |
| 5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/> |
| 6. State Oil & Gas Lease No. |
| 7. Lease Name or Unit Agreement Name CAVE POOL UNIT |
| 8. Well Number # 59 |
| 9. OGRID Number 14070 |
| 10. Pool name or Wildcat CAVE GB/SA |
| 11. Elevation (Show whether DR, RKB, RT, GR, etc.) |

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
STATE OF NM formerly MARKS & GARNER

3. Address of Operator
811 S. FIRST ST. ARTESIA NM 88210

4. Well Location
 Unit Letter **J** : **1650** feet from the **SOUTH** line and **1650** feet from the **EAST** line
 Section **5** Township **17S** Range **29E** NMPM County **EDDY**

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 checked="" 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"/> | P AND A <input type="checkbox"/> |
| PULL OR ALTER CASING <input type="checkbox"/> | MULTIPLE COMPL <input type="checkbox"/> | CASING/CEMENT JOB <input type="checkbox"/> | |
| DOWNHOLE COMMINGLE <input type="checkbox"/> | | | |
| OTHER: <input 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 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

SEE ATTACHED PLUGGING PROCEDURE

Spud Date:

Rig Release Date:

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

SIGNATURE Mary Brown TITLE Compliance Officer DATE 3/22/2013
 Name or print name _____ E-mail address: _____ PHONE: _____

State Use Only

APPROVED BY: _____ TITLE _____ DATE _____

Conditions of Approval (if any):

JUN 18 2013

State of New Mexico formerly MARKS & GARNER PRODUCTION LTD CO.

LEASE NAME CAVE POOL UNIT # 59 API 30-0 15 - 24723

U.L. J Section 5 -T 17 S-R 29 E FROM 1650 # / S L, 1650 E / ~~W~~ L.

SPECIAL NOTE—Mud Laden Fluid will consist of 9.5# brine with 12.5# Salt Gel per BBL (25 sacks of gel/ per 100 BBLs Brine). All cement plugs will be 25 sacks of cement or 100', whichever is greater. **Unless otherwise specified in the approved procedure**, cement plugs shall consist of class "C" for depths to 7500'. Class "H" will be used for plugs deeper than 7500'.

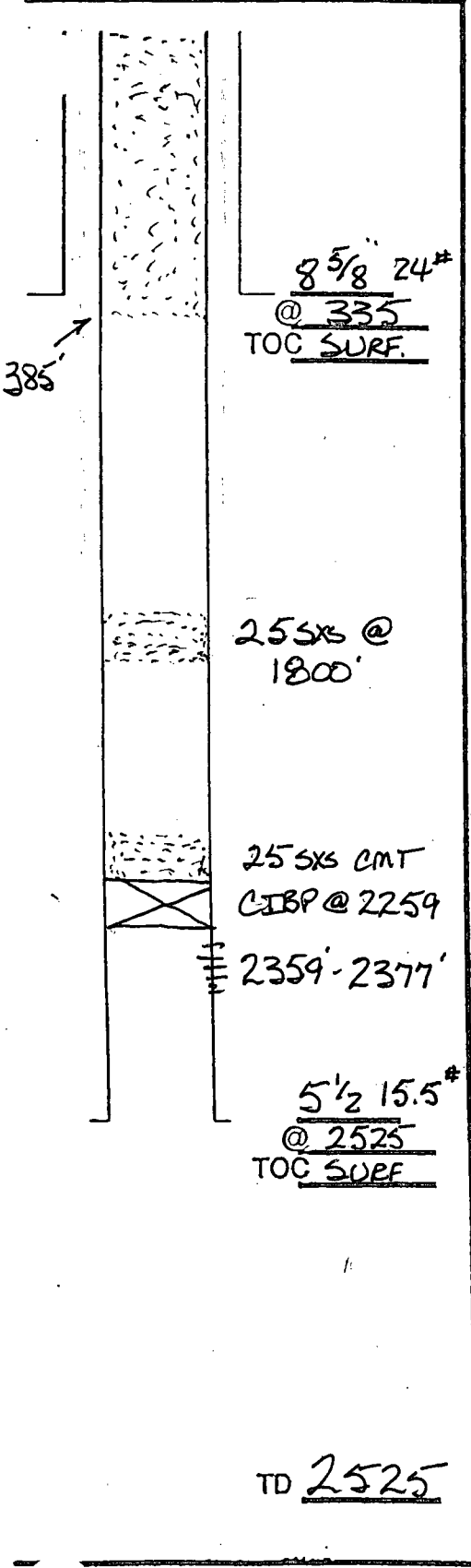
1. MIRU plugging unit. Lay down production equipment.
2. Set CIBP @ 2259'. Circulate MLF. Spot 25 sxs cmt on CIBP.
3. ~~Perf~~/Spot 25 sxs cmt @ 1800'. If perf. ~~WOC & TAG~~.
4. ~~Perf~~/Spot @ 385'. Sqz/Spot 40 sxs cmt or w/ sufficient volume to circ cmt to surface inside/~~outside~~ of csg strings.
5. Cutoff wellhead and anchors, install marker.

-----SPECIAL NOTES-----

PLUGGING & ABANDONMENT WORKSHEET

OPERATOR STATE OF NM FORMERLY MARKS = GARNER
 LEASENAME CAVE POOL UNIT

WELL # 59
 SECT 5 TWN 17S RNG 29E
 FROM 1650 M/S L 1650 E/W P L
 TD: 2525' FORMATION @ TD _____
 PBD: _____ FORMATION @ PBD _____



| | SIZE | SET @ | TOC | TOC DETERMINED BY | |
|--------------|-------|-------|--------------|-------------------|---------------|
| SURFACE | 8 5/8 | 335 | SURF | | |
| INTMED 1 | | | | | |
| INTMED 2 | | | | | |
| PROD | 5 1/2 | 2525 | SURF | | |
| | SIZE | TOP | BOT | TOC | DETERMINED BY |
| LINER 1 | | | | | |
| LINER 2 | | | | | |
| CUT & PULL @ | | | TOP - BOTTOM | | |
| INTMED 1 | | | PERFS | | - |
| INTMED 2 | | | OPENHOLE | | - |
| PROD | | | | | |

* REQUIRED PLUGS DISTRICT I

| | |
|-----------------|--|
| RUSTLER (ANHYD) | |
| YATES | |
| QUEEN | |
| GRAYBURG | |
| SAN ANDRES | |
| CAPTAN REEF | |
| DELAWARE | |
| BELL CANYON | |
| CHERRY CANYON | |
| BIRNEY CANYON | |
| BORNE SPRING | |
| GLOBIETA | |
| BLINERY | |
| TUBB | |
| ORINCARD | |
| ABO | |
| WC | |
| PENN | |
| STRAWN | |
| ATOKA | |
| MOORROW | |
| ADISS | |
| DEVONIAN | |

| PLUG | TYPE | SACKS | DEPTH |
|----------|-----------|---------|-------------|
| PLUG | PLUG | CMNT | |
| EXAMPLES | | | |
| PLUG #1 | OH | 25 SXS | 9850' |
| PLUG #2 | SHOE | 50 SXS | 8700'-8800' |
| PLUG #3 | CIBP/35' | | 5300' |
| PLUG #3 | CIBP | 25 SXS | 5300' |
| PLUG #4 | STUB | 50 SXS | 4600'-4700' |
| PLUG #6 | RETNR SOZ | 200 SXS | 400' |
| PLUG #7 | SURF | 10 SXS | 0-10' |
| PLUG #1 | | | |
| PLUG #2 | | | |
| PLUG #3 | | | |
| PLUG #4 | | | |
| PLUG #5 | | | |
| PLUG #6 | | | |
| PLUG #7 | | | |
| PLUG #8 | | | |
| PLUG #9 | | | |
| PLUG #10 | | | |
| PLUG # | | | |
| PLUG # | | | |

TD 2525