

Office

Revised August 1, 2011

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

1000 Rio Brazos Rd., Aztec, NM 87410

District IV - (505) 476-3460

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

87505

Energy, Minerals and Natural Resources

RECEIVED

JUN 26 2013

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.
HOBBSOCD Santa Fe, NM 87505

WELL API NO.

30-015-24896

5. Indicate Type of Lease

STATE ☒ FEE ☐

6. State Oil & Gas Lease No.

7. Lease Name or Unit Agreement Name
Red State

8. Well Number 002

9. OGRID Number

14070

10. Pool name or Wildcat

GB Jackson 7RVS QN GB SA

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 New Mexico formerly Marks and Garner

3. Address of Operator

811 S. First Street Artesia, NM 88210

4. Well Location

Unit Letter G 1650 feet from the North line and 2310 feet from the East lineSection 4 Township 17S Range 29E NMPM Eddy 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 COMPL ☐
 DOWNHOLE COMMINGLE ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
 COMMENCE DRILLING OPNS. ☐ P AND A ☒
 CASING/CEMENT JOB ☐

OTHER: ☐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 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

4/13/2013 Move in and rig up. Moved equipment to location.

4/15/2013 Started laying down rods. Well started flowing up the tubing. Killed well and laid down rods until running out of brine. Laid down 89 rods. Will have more brine in the morning to finish laying down rods.

4/16/2013 Killed well and finished laying down rods. Well started kicking again while installing BOP. Tubing was stuck. Worked tubing to the right until it came free. POOH with 1505' of tubing. Left handed tool collar looking on the bottom. Looked like it came off a packer. Called OCD. Made scrapper run to top of fish. POOH and picked up packer and RIH to 1300' and set packer. Would not test above or below packer. POOH with packer and RIH to top of fish And spotted 50 sx cement. SION

4/17/2013 RIH and tagged fish at 1548. No cement. Spotted 25 sx at 1548'. WOC and tagged at 1206'. Picked up packer and set at 1127'. Pressured up to 500 psi and held. POOH testing and isolated hole between 156' and 501'. SION

4/18/2013 RIH to 501' and spotted 50 sx cement. WOC for 3.5 hrs and topped of casing with 35 sx cement. Installed marker and cut off anchors.

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

SIGNATURE _____ TITLE _____ DATE _____

Type or print name _____ E-mail address: _____ PHONE: _____

For State Use Only

APPROVED BY: [Signature] TITLE DEPT MGR DATE 6-26-2013

Conditions of Approval (if any):

JUN 26 2013