

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
May 27, 2004

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

WELL API NO. 30-015-23962
5. Indicate Type of Lease STATE ☒ FEE ☐
6. State Oil & Gas Lease No. 025157

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 ☐	7. Lease Name or Unit Agreement Name State HL2
2. Name of Operator Chisos Ltd.	8. Well Number 1Y
3. Address of Operator 670 Dona Ana Road, SW Deming, NM 88030	9. OGRID Number 215732
4. Well Location Unit Letter: F: 2090' feet from the North line and 1870' feet from the West line Section 2 Township 19S Range 29E NMPM County Eddy	10. Pool name or Wildcat Turkey Track (Atoka)

11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3392' GR

Pit or Below-grade Tank Application ☐ or Closure ☐

Pit type _____	Depth to Groundwater _____	Distance from nearest fresh water well _____	Distance from nearest surface water _____
Pit Liner Thickness: _____ mil	Below-Grade Tank: Volume _____ bbls	Construction Material _____	

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 ☐

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.

Based upon a wireline evaluation of the well, it appears that the casing has collapsed at a depth of appx. 10,766'.

Prior to the collapse of the casing, the well was producing 150 MCF/D from Atoka perforations at a depth of 10,818' - 89' over all. In order to preserve the wellbore and evaluate some potential shallower zones, Chisos proposes to temporarily abandon the well by cutting the tubing with a mechanical cutter at appx. 10,750' and remove same from the well. Chisos will then set a CIBP at 10,740' and spot 30' of cement on top of the plug. This temporary abandonment procedure will be completed by August 1, 2006.

Notify OCD 24 hrs . prior to
any work done.

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines ☐, a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE B. Zulaika TITLE Consultant DATE 6-21-2006

Type or print name
For State Use Only

APPROVED BY: _____
Conditions of Approval (if any): _____

Compliance with Rule 19.15.4.203
Required.

Accepted for record
NMOCD
DATE _____