

Submit 3 Copies To Appropriate District  
Office  
District I  
1625 N. French Dr., Hobbs, NM 88241  
District II  
1301 W. Grand Ave., Artesia, NM 88213  
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

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

WELL API NO. 30-015-05700
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/> Federal
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name EAST SHUGART UNIT
8. Well Number #07
9. OGRID Number 228051
10. Pool name or Wildcat Shugart Yates - TRS-QN-Greyburg

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 <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other
2. Name of Operator Americo Energy Resources, LLC
3. Address of Operator 7575 San Felipe, Suite 200, Houston, TX 77063
4. Well Location Unit Letter <u>B</u> : <u>990</u> feet from the <u>North</u> line and <u>2310</u> feet from the <u>East</u> line Section <u>35</u> Township <u>18 South</u> Range <u>31 East</u> NMPM Eddy County
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3650 GL

Month - Year  
FEB 20 2007  
OCD - ARTESIA, NM

Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/>
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 <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/> PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPL <input type="checkbox"/> OTHER: <input type="checkbox"/>	SUBSEQUENT REPORT OF: REMEDIAL WORK <input checked="" type="checkbox"/> ALTERING CASING <input type="checkbox"/> COMMENCE DRILLING OPNS. <input type="checkbox"/> P AND A <input type="checkbox"/> CASING/CEMENT JOB <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 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or re-completion.

Completed Remedial Work

- 2/8/07-Tested tubing anchors. MIRU service rig. Un-beamed head, pooh w/128-3/4" rods w/no pump.
- N/D wellhead, & latched on 2-3/8" tubing with no weight. Pooh with 1 jt 2-3/8" tubing & split collar.
- TIH with overshot engaged fish. Pooh with 8 jts of tubing. Closed well in.
- 2/9/07-Made 4 fishing trips and recovered total of 115 joints of 2-3/8" tubing. Laid down 84 jts with holes.
- Total pipe recovered 123(3790') 2 jts of tubing did not come out due to missing 1/2 of collar.
- 2/10/07-GIH w/5-3/4" overshot on tubing tagged bad casing at 2780'. Pooh with BHA.
- GIH w/Bull Plug, 1 jt of tubing, 4' perforated sub & S/N on 87 jts tubing tested tubing 5000 psi. Tag bad
- Casing at 2780'. Laid down excess joints. N/D BOP's. N/U wellhead & flow lines.
- 2/11/07-GIH with 2"x1-1/2"x12' pump on 110-3/4" rods. Spaced out and put well on pumping.
- Rig down service rig and moved off location.

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 Robert M. Gray TITLE Land Manager DATE February 13, 2007

Type or print name Robert M. Gray E-mail address: don.gray@americoresources.com Telephone No. 713-984-9700

**For State Use Only**

APPROVED BY: Accepted for record - NMOCD TITLE \_\_\_\_\_ DATE 2/22/07  
Conditions of Approval (if any):