

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

S

WELL API NO. 30-015-04554
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 ELLIOTT
8. Well Number 1
9. OGRID Number 1903
10. Pool name N/A

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
BEACH EXPLORATION, INC.
3. Address of Operator
800 NORTH MARIENFELD, SUITE 200, MIDLAND, TX 79701

4. Well Location
Unit Letter M; 330 feet from the SOUTH line and 330 feet from the WEST line
Section 31 Township 18S Range 30E NMPM EDDY County

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

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 ☐

SUBSEQUENT REPORT OF:

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

OTHER: RE-PLUG FOR EASTLAND QUEEN UNIT WATER FLOOD ☒ 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.

Beach plans to move Triple N into the area in May 2008 to re-plug this and two other wells prior to initiation of a waterflood

Re-Plugging Procedure - PER OCD INSTRUCTIONS ORDER NO. R-12833

1. RU and remove dry hole marker. Drill out surface plug w/9 7/8" bit (plug size unknown) and tag top of 8 5/8" csg
2. Get 7 7/8" bit inside 8 5/8" csg at 160'. Drill out 8 5/8" 10sx cmt shoe plug w/7 7/8" bit (est 310' - 350').
3. Clean out hole w/7 7/8" bit down to open hole cmt plug estimated at 1128'
4. Drill out open hole 10sx cmt plug (est 1128' - 1168') Clean out hole to 2450'.
5. Load and circulate hole w/ 9 ppg mud
6. Pull tbg to 2415' and pump 50sx cmt plug WOC and tag at 2315' or less
7. Pull tbg to 1750' and pump 50sx plug
8. Pull tbg to 1270' and pump 50sx plug WOC and tag at 1170' or less
9. Pull tbg to 405' and pump 50sx cmt plug WOC and tag at 305' or less
10. Pull tbg to 210' and pump 60sx plug WOC and tag at 110' or less
11. Pull tbg to 60' and pump 30sx surface plug and install regulation dry hole marker

See attached
Conditions of Approval

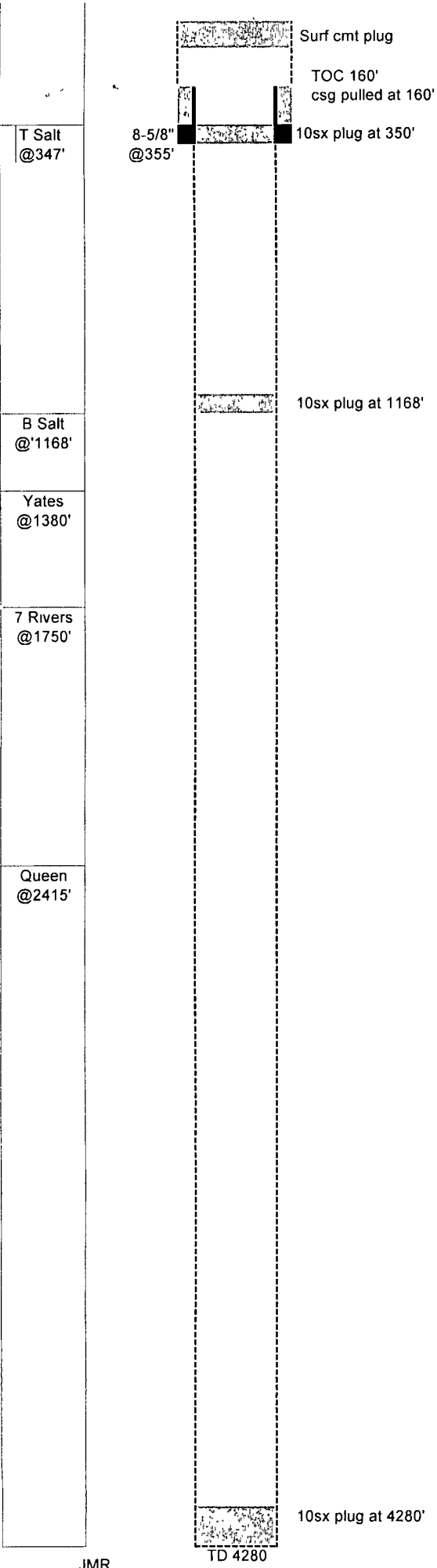
I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines ☐, a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE Jack M. Rose TITLE Engineer DATE April 11, 2008

Type or print name Jack M. Rose E-mail address: bmartin@beachexp.com Telephone No. (432) 683-6226

For State Use Only

APPROVED BY: Gerry Guye TITLE Compliance Officer DATE APR 21 2008
Conditions of Approval (if any):



JMR

Elliott #1							
GL: 3,431 KB: TD: 4,280 PBD: Fr. Wtr: Legal: 330 from S 330 from W Section: 31-M Township: 18S Range: 30E County: Eddy	Status: P&A Perfs: API: 30-015-04554 NM Lse: Field: Logs: Archeological:						
Casing	Wt	Type	Set	Cmt	Hole	TOC	Method
8-5/8"			355	50	10" ? 7-7/8" ?	160'	csg pulled
<p>6-Aug-50 Spud well Roach & Shepard Drilling Co. - Elliot #1</p> <p>23-Oct-50 D&A Drid to TD 4280 and plugged - no plugging record Field Inspection - has a marker</p> <p>30-Oct-50 Plugging Detail - Elliot Industries Records (Sundry notice and Dept of Interior) 10sx plug spotted at 4280', mudded back to 1168' 10sx plug spotted at 1168', mudded back to 350' 10sx plug spotted at 350', pulled 160' of 8-5/8" csg mudded to surface and spotted cmt plug w/marker</p>							
<div style="border: 2px solid black; display: inline-block; padding: 10px 20px; font-weight: bold; font-size: 1.2em;">BEFORE</div>							
<div style="border: 1px solid black; display: inline-block; padding: 5px 10px; font-size: 0.8em;">9/10/2007</div>							

30sx Surf Plug 0' - 60'

Tag

New 60sx plug

110' - 210'

Tag

T Salt New 50sx plug
@347' 305' - 405'

Drill Out Surf cmt plug

TOC 160'

csg pulled at 160'

Drill Out

10sx plug at 350'

8-5/8"

@355'

Drill Out

10sx plug at 1168'

Tag

B Salt New 50sx plug
@1168' 1170' - 1270'

Yates
@1380'

New 50sx plug
1650' - 1750'

7 Rivers
@1750'

Tag

New 50sx plug
2315' - 2415'

Queen
@2415'

Clean Out to 2450'

10sx plug at 4280'

TD 4280

Elliott #1

GL: 3,431

KB:

TD: 4,280

PBD:

Fr. Wtr:

Legal: 330 from S
330 from W

Section: 31-M

Township: 18S

Range: 30E

County: Eddy

Status: P&A

Perfs:

API: 30-015-04554

NM Lse:

Field:

Logs:

Archeological:

Casing	Wt	Type	Set	Cmt	Hole	TOC	Method
8-5/8"			355	50	10" ? 7-7/8" ?	160'	csg pulled

6-Aug-50 Spud well

Roach & Shepard Drilling Co. - Elliot #1

23-Oct-50

D&A

Drld to TD 4280 and plugged - no plugging record
Field Inspection - has a marker

30-Oct-50

Plugging Detail - Elliot Industries Records (Sundry notice and Dept of Interior)

10sx plug spotted at 4280', mudded back to 1168'

10sx plug spotted at 1168', mudded back to 350'

10sx plug spotted at 350', pulled 160' of 8-5/8" csg

mudded to surface and spotted cmt plug w/marker

AFTER

Re-Plugging Procedure

1. RU and remove dry hole marker
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11. Pull tbq to 1270' and pump 50sx plug WOC and tag at 1170' or less
12. Pull tbq to 405' and pump 50sx cmt plug WOC and tag at 305' or less
13. Pull tbq to 210' and pump 60sx plug WOC and tag at 110' or less
14. Pull tbq to 60' and pump 30sx surface plug and install regulation dry hole marker

Conditions of Approval

- All plugs must leave at a minimum 100' of cement inside of casing and/or open hole.
- All plugs with the exception of the surface plug must be tagged and recorded.