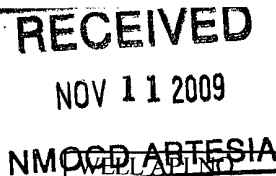


Submit 3 Copies To Appropriate District
Office
District I
1625 N. French Dr., Hobbs, NM 87240
District II
1301 W. Grand Ave., Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources

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



Form C-103
May 27, 2004

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)		30-015-10349
1. Type of Well: Oil Well ☒ Gas Well ☐ Other ☐		5. Indicate Type of Lease STATE ☒ FEE ☐
2. Name of Operator ENERVEST OPERATING, L.L.C. ATTN: BRIDGET HELFRICH		6. State Oil & Gas Lease No. B-6846
3. Address of Operator 1001 FANNIN ST., SUITE 800, HOUSTON, TEXAS 77002		7. Lease Name or Unit Agreement Name: WLH GAS UNIT
4. Well Location Unit Letter <u>P</u> : <u>660</u> feet from the <u>SOUTH</u> line and <u>990</u> feet from the <u>EAST</u> line Section <u>2</u> Township <u>18S</u> Range <u>29E</u> NMPM County <u>EDDY</u>		8. Well Number 005
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3,533' - GL		9. OGRID Number 143199
Pit or Below-grade Tank Application ☐ or Closure ☒ Pit type <u>STEEL</u> 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 <u>* NONE WITHIN 1,000'</u>		10. Pool name or Wildcat LOCO HILLS (ON.-GB.-S.A.)

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 COMPLETION ☐
OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING ☐ PLUG AND ABANDONMENT ☐
CASING TEST AND CEMENT JOB ☐
OTHER: ☐

Notify OCD 24 hrs. prior to any work done.

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.

PROPOSED PXA PROCEDURE:

- 1) MIX X PUMP A 25 SX. CMT. PLUG @ 2,650'-2,400' (EST.); WOC X TAG CMT. PLUG; CIRC. WELL W/ PXA MUD.
- 2) MIX X PUMP A 25 SX. CMT. PLUG @ 2,275'-2,025' (T/QN.).
- 3) PERF. X ATTEMPT TO SQZ. A 40 SX. CMT. PLUG @ 1,010'-910' (B/SALT); WOC X TAG TOP OF CMT. PLUG.
- 4) PERF. X ATTEMPT TO SQZ. A 50 SX. CMT. PLUG @ 550'-400' (T/SALT X 8-5/8" CSG. SHOE); WOC X TAG CMT. PLUG.
- 5) PERF. X CIRC. TO SURFACE A 25 SX. CMT. PLUG @ 63'-3'.
- 6) DIG OUT X CUT OFF WELLHEAD 3' B.G.L.; WELD ON STEEL PLATE TO CSGS. X INSTALL DRY HOLE MARKER.

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 David A. Eyler TITLE AGENT DATE 11/03/09
E-mail address: deyler@milagro-res.com
Type or print name DAVID A. EYLER Telephone No. (432) 687-3033

For State Use Only

APPROVED BY David A. Eyler TITLE Approval Granted providing work is complete by 11/16/09
Conditions of Approval, if any: 11/16/09

(1STRING CSNG)

OPERATOR EVERVEST OPERATING L.L.C.

WELL # 005

FROM 660' NISL 990' EWL

TD: 2,715' FORMATION @ TD

PBTD: 2,698 FORMATION @ PBTD

	SIZE	SET @	TOC	TOC DETERMINED BY	
SURFACE	8-5/8"	458	SURF.	50 SXS. CIRC.	
INTMED 1					
INTMED 2					
PROD	4-1/2"	2,704'	1,980'	CALCULATED	
	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**

T/SALT	500'
B/SALT	958'
T/YATES	1,140'
T/7-R	1,952'
T/QN.	2,176'
T/CB	2,547'
T/SA	2,654'

PERFS. @
2,657'-2,678'

4-1/2"
@ 2,704'
TOC ~ 1,980'

TD 2,715'

[illegible]

11/03/09 DAE