

DISTRICT I
P.O. Box 1980, Hobbs, NM 88240

DISTRICT II
P.O. Drawer DD, Artesia, NM 88210

DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410

OIL CONSERVATION DIVISION
2040 Pacheco St.
Santa Fe, NM 87505

WELL API NO. 30-015-32639
Indicate Type of Lease STATE <input type="checkbox"/> FEE <input type="checkbox"/>
State Oil & Gas Lease No.
Lease Name or Unit Agreement Name Big Walt 2 State
Well No. #7
Pool name or Wildcat Indian Basin; Upper Penn, Associated

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.)	
Type of Well: OIL WELL <input checked="" type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER	RECEIVED APR 26 2004 OCD-ARTESIA
Name of Operator Nearburg Producing Company	
Address of Operator 3300 N A St., Bldg 2, Suite 120, Midland, TX 79705	
Well Location Unit Letter <u>M</u> : <u>825</u> Feet From The <u>South</u> Line and <u>850</u> Feet From The <u>West</u> Line Section <u>2</u> Township <u>22S</u> Range <u>24E</u> NMPM <u>Eddy</u> County	
Elevation (Show whether DF, RKB, RT, GR, etc.)	

11

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 ☐
OTHER: Off lease measurement and surface gas commingling ☒

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ PLUG AND ANBANDONMENT ☐
CASING TEST AND CEMENT JOB ☐
OTHER: ☐

12 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.

Nearburg Producing Company would like to add the subject well to Commingling Order PLC-189.

The Big Walt 2 State #7 gas will be commingled with gas from the wells on Attachment I.

The gas from each well is individually metered.

The Off Lease measurement (sales) meter is located 1980' FSL and 100' FWL in Section 13, T21S, R25E, Eddy County, New Mexico

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

SIGNATURE Sarah Jordan TITLE Production Analyst DATE 04-21-2004

TYPE OR PRINT NAME Sarah Jordan sjordan@nearburg.com TELEPHONE NO. 432/686-8235 x 203

(This space for State Use)

FOR RECORDS ONLY

APPROVED BY _____ TITLE _____ DATE _____

CONDITIONS OF APPROVAL, IF ANY:

APR 27 2004

ATTACHMENT I

<u>Well name</u>	<u>Surface hole</u>	<u>Bottom hole</u>	<u>Status</u>
Big Walt 2 State #2	1650 FSL and 1980 FEL Sec. 2, T-22-S, R-24-E		Producing
Big Walt 2 State #4	660 FNL and 840 FWL Sec. 2, T-22-S, R-24-E		Producing
Big Walt 2 State #5	2520 FNL and 990 FWL Sec. 2, T-22-S, R-24-E		Producing
Big Walt 2 State #7	660 FSL and 760 FWL Sec. 2, T-22-S, R-24-E		Producing
Big Walt 2 State # 8	1376' FSL, 2152' FEL Sec. 2, T-22-S, R-24-E	2700' FNL, 1980' FEL Sec. 2, T-22-S, R-24-E	Proposed to Drill
Big Walt 2 State # 9	1,240' FSL & 2,085' FEL Sec. 2, T-22-S, R-24-E	660' FSL & 1,980' FEL Sec. 2, T-22-S, R-24-E	Waiting On Completion
McKittrick 11 Federal #2	757' FNL, 1341' FEL Sec. 11, T-22-S, R-24-E	990' FNL, 2310' FEL Sec. 11, T-22-S, R-24-E	Proposed to Drill
McKittrick 11 Federal #4	510' FSL & 740' FWL Sec. 2, T-22-S, R-24-E	660' FNL & 960' FWL Sec. 11, T-22-S, R-24-E	Waiting On Completion
Shelby 12 Federal #5	2300 FSL & 916 FEL Sec. 11, T-22-S, R-24-E	1980 FNL & 660 FWL Sec. 12, T-22-S, R-24-E	Being Drilled
US 13 Federal #1-Y	1977 FNL & 998 FWL Sec. 13, T-22-S, R-24-E	850 FNL & 1650 FWL Sec. 13, T-22-S, R-24-E	Waiting On Completion

Additional wells already on Commingling Order PLC-189