

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

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

Form C-103

May 27, 2004

<p>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.)</p> <p>1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/></p> <p>2. Name of Operator MERIT ENERGY COMPANY</p> <p>3. Address of Operator 13727 NOEL RD., STE 500; DALLAS, TX 75240</p> <p>4. Well Location Unit Letter <u>K</u>: <u>1980</u> feet from the <u>SOUTH</u> line and <u>1980</u> feet from the <u>WEST</u> line Section <u>19</u> Township <u>17S</u> Range <u>31E</u> NMPM County <u>EDDY</u></p> <p>11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3620 GR</p> <p>Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/></p> <p>Pit type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____</p> <p>Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____</p>		<p>WELL API NO. 30 015 -05251</p> <p>5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input type="checkbox"/></p> <p>6. State Oil & Gas Lease No. LC031844</p> <p>7. Lease Name or Unit Agreement Name FREN OIL CO</p> <p>8. Well Number <u>3</u></p> <p>9. OGRID Number <u>14591</u></p> <p>10. Pool name or Wildcat GRB-JCKSN (7RVRS, QN, GR, SA)</p>
---	--	--

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

<p>NOTICE OF INTENTION TO:</p> <p>PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/></p> <p>TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/></p> <p>PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPL <input type="checkbox"/></p> <p>OTHER: <input type="checkbox"/></p>	<p>SUBSEQUENT REPORT OF:</p> <p>✓ REMEDIAL WORK ALTERING CASING <input type="checkbox"/></p> <p>COMMENCE DRILLING OPNS. <input type="checkbox"/> P AND A <input type="checkbox"/></p> <p>CASING/CEMENT JOB <input type="checkbox"/></p> <p>OTHER: <input type="checkbox"/></p>
---	---

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.

3-15-04 MIRU. POOH W/RODS & NU BOP. POOH W/TBG. RIH & SET RBP @2919', DUMPED 2 BAGS OF SAND ON RBP. POOH W/TBG. RIH & TAG RBP & RUN CBL TO 1400'. FOUND TO HAVE GOOD CMT BOND TO 1900'. CMT STARTED TO GO AWAY, BUT THERE IS CEMENT TO THE 7" CSG @ 1802'. I DO NOT THINK WE CAN GET ANY CEMENT IN. FINAL REPORT. RD.

3-16-04 CIRCULATE SD OFF THE TOP OF THE RBP, LATCH ON TO RBP POOH. RIH W/96 JTS 2-3/8" TBG & SN. RIH W/NEW PMP AND RODS. HANG WELL ON, CHECK PUMP ACTION.

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 Beverly Hatfield TITLE Sr. Regulatory Analyst DATE 10-13-04
Type or print name Bev Hatfield E-mail address: Beverly.hatfield@meritenergy.com Telephone No. 972 628 1630

For State Use Only

Accepted for record - NMOCD

APPROVED BY: _____ TITLE _____ DATE NOV 8 2004
Conditions of Approval (if any): _____