

Submit 1 Copy 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  
October 13, 2009

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

<b>SUNDRY NOTICES AND REPORTS ON WELLS</b> (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.)		WELL API NO. 30-015-22080
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator Premier Oil & Gas Inc.		6. State Oil & Gas Lease No. V-4500
3. Address of Operator PO Box 1246, Artesia, NM 88211-1246		7. Lease Name or Unit Agreement Name Guacamayo State <input checked="" type="checkbox"/>
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>6</u> Township <u>21S</u> Range <u>27E</u> NMPM County <u>Eddy</u>		8. Well Number #1 <input checked="" type="checkbox"/>
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3207 GR		9. OGRID Number 017985
		10. Pool name or Wildcat Foster Draw; Delaware

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

<b>NOTICE OF INTENTION TO:</b> 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"/> DOWNHOLE COMMINGLE <input type="checkbox"/>	<b>SUBSEQUENT REPORT OF:</b> REMEDIAL WORK <input 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"/>	OTHER: Delaware Completions <input checked="" 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 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

6/9/2011 – Set CIBP @ 4415'. Perforate Delaware from 4063.5 – 4080 (42 holes). RU swab and recovered small trace of oil and 67 barrels of water. Zone was deemed unproductive.

6/11/2011 – Dump 35' of cement onto CIBP @ 4415'. Set CIBP @ 4020'. Perforate Delaware from 3572 – 3640' (31 shots). 6/13/2011 – Acidize Delaware from 3572 – 3640' w/ 2400 gals NEFE 20% HCL. Swabbed dry in 5 runs. Zone was deemed unproductive.

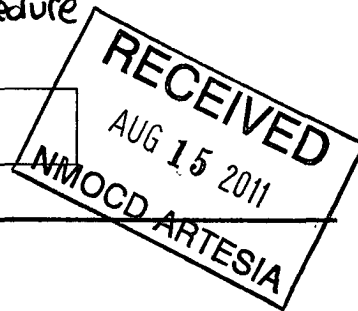
6/14/2011 – Perforate Delaware 3390 – 3450' (23 shots). Set RBP @ appx 3510'. 6/15/2011 – Acidize Delaware from 3390 – 3450' w/ 2000 gals NEFE 20% HCL. No recovery. Unseat packer and RBP and pull out of hole. Zone was deemed unproductive.

8/2/2011 – Dump 35' of cement onto CIBP @ 4020'. Set CIBP @ 3350'. Dump 35' of cement onto CIBP @ 3350'. Perforate Upper Delaware 2533 – 2539' (12 shots) and 2562 – 2572' (20 shots). 8/3/2011 – Acidize Delaware from 2533 – 2572' w/ 480 gals NEFE 7.5% HCL. RU swab and recovered all water. No oil show. Plan to plug well. \* submit P/A procedure

no later than 2/2/2012

Spud Date:

Rig Release Date:



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

SIGNATURE

TITLE Vice President

DATE 8/09/2011

Type or print name Daniel Jones

E-mail address: dan.jones@premieroilgas.com PHONE: 972-470-0228

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APPROVED BY:

TITLE Field supervisor

DATE 8-23-11

Conditions of Approval (if any):