



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

November 29, 2004

David H. Arrington Oil & Gas, Inc.
P.O. Box 2071
Midland, TX 79702
Attn: Danny Ledford or To Whom It may Concern

30-015-32260

RE: David H. Arrington Oil & Gas, Inc.: Federal Com. '12' Gold Stonefly # 1, located in Unit M, (665' FSL & 1032' FWL) of Section 12, Township 18 South, Range 24 East, Eddy County, New Mexico.

Dear Mr. Ledford:

This is in regards to the above captioned well and numerous phone conversations with you and your staff and regulatory agent beginning back from the 1st part of the month in November, 2004. Said well is to **be shut in immediately, if producing, and any proposed re-completion procedures attempts and production from any new zones of interest are hereby denied.**

This is to due to David H. Arrington Oil & Gas, Inc. of what seems an intentional lack of response/refusal to submit the required regulatory information, which I have asked for on numerous occasions.

Again for your review, is information needed in order to bring said well into compliance:

- ALL electric logs ran up to date.
- Notarized well deviation report.
- A record of wait on cement time on each string of casing.
- On the 5 ½' production string, please provide the estimated top of cement and how it was determined. If a cement bond log was ran in order to determine the zones of interest or to determine the top of cement, please submit.

Respectfully yours,

Bryan G. Arrant
PES

CC: Tim Gum-District Supervisor-Artesia

Form 3160-3
(September 2001)

UNITED STATES OPERATOR'S COPY **DEPARTMENT OF THE INTERIOR** **BUREAU OF LAND MANAGEMENT**

SUNDRY NOTICES AND REPORTS ON WELLS
 Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

SUBMIT IN TRIPLICATE - Other instructions on reverse side

1. Type of Well
☐ Oil Well ☒ Gas Well ☐ Other
2. Name of Operator

David H. Arrington Oil & Gas, Inc.

3a. Address

P.O. Box 2071, Midland, TX 79702

3b. Phone No. (include area code)

432 684-6381

4. Location of Well (Footage, Sec., T., R., M. or Survey Description)

Surface & BHL Location: 665' FSL & 1032' FWL

Section 12, T18S, R24E, Unit letter M, NMFM, Eddy County, NM

FORM APPROVED
OMB No. 1004-0135
Expires January 31, 2004**5. Lease Serial No.**

NM 101076

6. Indian, Allottee or Tribe Name**7. If Unit or CA/Agreement, Name and/or No.****8. Well Name and No.**

Gold Stampy Federal Com "25" #1

9. API Well No.

30 015 32260

10. Field and Pool, or Exploratory Area

Midway

11. County or Parish, State

Eddy County, NM

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA**TYPE OF SUBMISSION****TYPE OF ACTION**☐ Notice of Intent☒ Subsequent Report☐ Final Abandonment Notice☐ Acidize☐ Alter Casing☐ Casing Repair☐ Change Plans☐ Convert to Injection☐ Deepen☐ Fracture Treat☐ New Construction☐ Plug and Abandon☐ Plug Back☐ Production (Start/Resume)☐ Reclamation☐ Recomplete☒ Temporarily Abandon☐ Water Disposal☐ Water Shut-Off☐ Well Integrity☒ Other Spud to TD.

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give wellbore location and measured and true vertical depths of all pertinent sections and zones. Attach the Form under which the work will be performed or provide the Form No. on file with BLM/BLM. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

WOC 3.5 hrs. - 2 hrs. at 158' - 2 hrs. at 62'
 4-30-03: MUDU Patterson rig & spud 17 1/2" hole. Drilled to 650'. Ran 13 3/8", 485 casing to 630'. Cemented with 295 sx L PP & tailed w/285 sx PP. TOC @ 180' FS. Surface to 158' cemented with 200 sx, tagged @ 62'. Top out w/90 sx. 21 sx circulated to pit.
 5-1-03: Drilling 12 1/4" hole 1270'. Ran 9 5/8", 365 casing to 1257'. Cemented with lead 460 sx L PP & tailed w/250 sx PP w/2% CaCl2. Circulated 20 bbls.

5-3-03: Tested casing to 2000 psi - okay.

5-20-03: Logging - ran GRN Density, Dual Laterlog, Micro-SFL.

5-21-03: Ran 5 1/2", 178 casing to 8530'. Cemented with 220 sx L PP w/25% sx floccle, tailed w/800 sx Poz P 50/50, bumped plug w/1900 psi, float held, plug down. Set casing slips. Rig released.

ACCEPTED FOR RECORD

NOV - 1 2004

14. I hereby certify that the foregoing is true and correct.
 Name (Printed/Typed) Ann E. Riche

ALEXIS C. SWOBODA
 PETROLEUM ENGINEER

Title Regulatory Agent

Signature

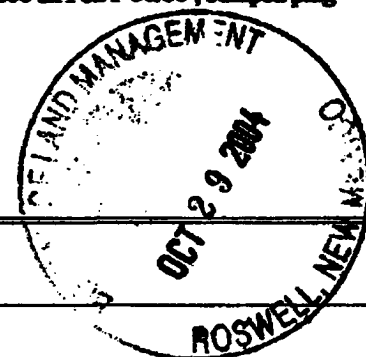
Date 10-22-04**THIS SPACE FOR FEDERAL OR STATE OFFICE USE****Approved by****Title****Date**

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Office

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1222, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on reverse side)



District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W Grande Ave, Artesia, NM 88211
District III
1000 Rio Hondo Rd. Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe NM 87505

State of New Mexico
Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION
1220 South St. Francis Dr
Santa Fe, NM 87505

Form C-104
Revised February 10, 1994
Instructions on back:
Submit to Appropriate District Office
5 Copies
☐ AMENDED REPORT

REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT

1. Operator's Name and Address David H. Arrington Oil & Gas P.O. Box 2071, Midland, TX 79702 Midland, TX 79702		2. OGRD Number 03898	
		3. Reason for Filing Code NW 6-27-03	
4. API Number 30-0 1531246 32260	5. Pool Name Morrow	6. Pool Code	
7. Property Code	8. Property Name Gold Standard Federal Com "25"	9. Well Number 1	

II. 10. Surface Location

UL or Lot No.	Section	Township	Range	Lot No.	Feet from the	North/South Line	Feet from the	East/West Line	County
M	12	18S	24E		665'	South	1032'	West	Eddy

11. Bottom Hole Location

UL or Lot No.	Section	Township	Range	Lot No.	Feet from the	North/South Line	Feet from the	East/West Line	County
12. Log Code F	13. Producing Method Code F	14. Gas Connection Date 8-26-03		15. C-129 Permit Number		16. C-129 Effective Date		17. C-129 Expiration Date	

III. Oil and Gas Transporters

18. Transporter OGRD	19. Transporter Name and Address	20. FOB	21. O/G	22. POD ULSTR Location and Description
147831	Agave Energy 105 S. 4th St. Artesia, NM 88210		G	Sec 12, T18S, R24E

IV. Produced Water

23. POD	24. POD ULSTR Location and Description

V. Well Completion Data

25. Spud Date 4-30-03	26. Ready Date 5-20-03	27. TD 8550'	28. PSTD 8315'	29. Perforations 6380-6414; 6894-6928"
30. Hole Size	31. Casing & Tubing Size	32. Depth Set		33. Surface Cement
17 1/2"	13 3/8"	630'		780 sx
12 1/4"	9 5/8" J-55	1257'		710 sx
7 7/8"	5 1/2"	8530'		1020 sx

VI. Well Test Data

34. Date MISC Oil	35. Gas Delivery Date 8-26-03	36. Test Date 9-4-03	37. Test Length 24	38. Reg. Pressure 200#	39. Csg. Pressure 400#
40. Choke Size open	41. Oil 0	42. Water 0	43. Gas 110	44. GOR -	45. Test Method flowing

I hereby certify that the rules of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief.
Signature: *Ann E. Ritchie*

OIL CONSERVATION DIVISION

Approved by

Denies

Printed name: Ann E. Ritchie

Title

Title: Regulatory Agent

Approval Date: 9-11-05

Date: 10-22-04

Phone: 432 684-6331

4. If this is a change of operator fill in the OGRD number and name of the previous operator

Printed Name

Title

Date