

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

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>WELL API NO. 30-015-05184</p>
<p>1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other <u>WFW</u></p>		<p>5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input type="checkbox"/></p>
<p>2. Name of Operator Merit Energy Company</p>		<p>6. State Oil & Gas Lease No.</p>
<p>3. Address of Operator 13727 Noel Road, Suite 500, Dallas, Texas 75240</p>		<p>7. Lease Name or Unit Agreement Name Turner B</p>
<p>4. Well Location Unit Letter <u>L</u> : <u>1980</u> feet from the <u>south</u> line and <u>660</u> feet from the <u>west</u> line Section <u>17</u> Township <u>17-S</u> Range <u>31-E</u> NMPM Edd County</p>		<p>8. Well Number <u>5</u></p>
<p>11. Elevation (Show whether DR, RKB, RT, GR, etc.)</p>		<p>9. OGRID Number <u>14591</u></p>
<p>10. Pool name or Wildcat <u>Grayburg-Jackson</u></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>		

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 <input type="checkbox"/> 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: Temporarily Abandon <input type="checkbox"/></p>	
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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.

12/22/2005 - MIRU BWS #1. Set 40 bbl steel pits and pumps. Flow tbg down to pit. NDWH, NUBOP w/enviro pot, release Johnson 110-S pkr. RU Stone to displace packer fluid. Could not circulate, reverse or conv. Work pkr to relax packing elements. Well continued to pressure up. RD Stone. TOO H w/2-3/8 IPC, 2-3/8 SN, pkr. Secure well. SDFN.

12/23/2005 - Open well. RU Jarrell Services. RIH w/CIBP to 3342', pull collar strip for correlation. RIH w4-1/2" CIBP and set at 3300'. Cap plug with 10' cement. RD Wireline. Take off BOP. Remove lacking tbg head. Secure well w-4-1/2 8RD X 2" LP, swage w/200# ball valve, bull plugged w/needle valve. RD BWS, move off. Will test for MIT 12/26/2005.

02-10-2006 - RU, conduct MIT test, pressure tested for 30 minutes. Tested OK. Test witnessed by NMOCD Field Inspector.

Request Temporarily Abandonment Status for a period not to exceed five (5) years.

Temporary Abandonment Status approved
date 2-10-08

water flow ALET

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 Larry M. Sanders TITLE Sr. Regulatory Analyst DATE 3/3/06

Type or print name Larry M. Sanders E-mail address: larry.sanders@meritenergy.com Telephone No. 972-628-1610

For State Use Only

APPROVED BY: [Signature] TITLE _____ DATE MAR 15 2006

Conditions of Approval (if any):

