

Submit 3 Copies To Appropriate District
Office
District I
1625 N. French Dr., Hobbs, NM 87240
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

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.)		WELL API NO. 30-015-33939
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other		5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator Nearburg Producing Company		6. State Oil & Gas Lease No.
3. Address of Operator 3300 N A St., Bldg 2, Ste 120, Midland, TX 79705		7. Lease Name or Unit Agreement Name: Salt Draw 10 State
4. Well Location Unit Letter <u>A</u> : <u>840</u> feet from the <u>North</u> line and <u>660</u> feet from the <u>East</u> line Section <u>10</u> Township <u>25S</u> Range <u>28E</u> NMPM County <u>Eddy</u>		8. Well Number 1
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 2962		9. OGRID Number 015742
Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/> Pit type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____ Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____		

12. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data	
NOTICE OF INTENTION TO: 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 COMPLETION <input type="checkbox"/> OTHER: <input type="checkbox"/>	SUBSEQUENT REPORT OF: REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/> COMMENCE DRILLING OPNS. <input type="checkbox"/> PLUG AND ABANDONMENT <input type="checkbox"/> CASING TEST AND CEMENT JOB <input type="checkbox"/> OTHER: Testing for water <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 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

In response to a conversation between Butch Willis, NPC rep and Van Barton, OCD rep, for the C144 approval for closing the pit on the subject, Butch's Rat hole drilled a 72' hole and Phoenix Environmental LLC tested the hole for water and found no water.

Plesae see attached report.

RECEIVED

APR 14 2006

OCD-ARTESIA

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 Sarah Jordan TITLE Production Analyst DATE 4/12/06

Type or print name Sarah Jordan E-mail address: sjordan@nearburg.com Telephone No. 432/686-8235

For State Use Only

APPROVED BY _____ TITLE _____ DATE APR 18 2006

Conditions of Approval, if any:

Accepted for record - NMOCD

Summary/Overview

On 4-3-06 Mr. Jim Wilson contacted Phoenix Environmental LLC to go to two Nearburg sites where they had drilled soil borings to check for any groundwater.

1. The Salt Draw 11 Fed # 1 API # 30-015-34436 & NMNM-16104 this well site is located in Sec 11-T25S-R28E of Eddy Co., NM. The site has a GPS reading of 32°-08'-42.1"-N & 104°-03'-54.2" W this is the actual location of the soil boring. Note: There was no water found in the boring with a total depth of 71' BGS.
2. The Salt Draw 10 St # 1 API # 30-015-33939 this well site is located in Sec 10-T25S-R28E of Eddy Co., NM. The site has a GPS reading of 32°-08'-59.4"-N & 104°-04'-05.5" W this is the actual location of the soil boring. Note: There was no water found in the boring with a total depth of 72' BGS.

If you have any questions in regards to this data please call at ant time.

Sincerely



Allen Hodge, REM
VP Operations
Phoenix Environmental LLC

