

Submit 3 Copies 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
Feb 7, 2007

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

WELL API NO.
30-015-05685

5. Indicate Type of Lease
STATE ☐ FEE ☒ Federal

6. State Oil & Gas Lease No.

7. Lease Name or Unit Agreement Name
EAST SHUGART UNIT

8. Well Number # 029

9. OGRID Number
228051

10. Pool name or Wildcat
Shugart (Y-SR-QN-GB)

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.)

1. Type of Well: Oil Well ☐ Gas Well ☒ Other - Injection well

2. Name of Operator
Americo Energy Resources, LLC

3. Address of Operator
7575 San Felipe, Suite 200, Houston, TX 77063

4. Well Location

Unit Letter N : 330 feet from the South line and 2310 feet from the West line

Section 34 Township 18 South Range 31 East NMPM Eddy County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3610 CTF

Pit or Below-grade Tank Application ☐ or Closure ☐

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 ☒ PLUG AND ABANDON ☐
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐
PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ P AND A ☐
CASING/CEMENT JOB ☐

OTHER: ☐

OTHER: ☐

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 re-completion.

Notice of Intention to Remedial Work:

- Inform "OCD" 505-748-1283 EXT 102 105
- MIRU service rig, kill well, N/D tree, N/U bop's.
- Release AD-1 packer, and pooh with 2-3/8" tubing. Re-dress/exchange packer.
- GIH with packer, testing 2-3/8" in hole. Remove BOP's, and set packer at 2644 as before.
- Inform "OCD" 24 hrs before conduct formal testing. NOTIFY 24hrs PRIOR
- Install pressure recorder. Test 4-1/2" casing 500 psig for 30 minutes using pressure chart.
- If testing casing is successful. Install wellhead equipment and put well on injection.
- Provide C-103 Subsequent report along with pressure chart to OCD.

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 Robert M. Gray TITLE Land Manager DATE 2/9/07

Type or print name Robert M. Gray E-mail address: don.gray@americoenergy.com Telephone No. 713-984-9700

For State Use Only

APPROVED BY: Gerry Guye TITLE Deputy Field Inspector DATE FEB 14 2007
Conditions of Approval (if any) District II - Artesia