

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
May 27, 2004

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

APR 29 2008

WELL API NO. 30-015-25655
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.

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)		7. Lease Name or Unit Agreement Name EASTLAND QUEEN UNIT
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/> Install Waterflood Facilities		8. Well Number
2. Name of Operator BEACH EXPLORATION, INC.		9. OGRID Number 1903
3. Address of Operator 800 NORTH MARIENFELD, SUITE 200, MIDLAND, TX 79701		10. Pool name or Wildcat TURKEY TRACK; 7RVRS-QU-GB-SA
4. Well Location Unit Letter <u>D</u> ; 990 feet from the <u>NORTH</u> line and <u>990</u> feet from the <u>WEST</u> line Section <u>1</u> Township <u>19S</u> Range <u>29E</u> NMPM <u>EDDY</u> County		
11. Elevation (Show whether DR, RKB, RT, GR, etc.)		
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 ☐ PLUG AND ABANDON ☐
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐
PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ **ACCEPTED FOR RECORD**
CASING/CEMENT JOB ☐

OTHER: Install Waterflood Facilities ☒

OTHER: APR 30 2003 ☐

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 logs of proposed completion or recompletion.

NMOCD-District II ARTESIA

Beach intends, during the months of June, July and August, to lay fiberglass injection lines, revamp production flowlines and construct a central injection/production facility to initiate the Eastland Queen Unit waterflood. The "Initial Plan of Operation" calls for conversion of 13 wells to injection in Phase I (filed C-103's w/Artesia OCD) with a subsequent conversion of an additional 5 wells to injection as they water out. The central waterflood facility will be located on the pad for the EQU # 1.

Map 1 shows the outlines of the unit area and existing roads, electrical distribution lines and production flowlines. No additional road construction is anticipated.

Map 2 shows the water injection system. This system, originating at the central battery (Unit D of Sec 1) and consisting of 28,000' of Centron SP 1500 psi fiberglass pipe, will be buried 18" deep and 3 ft in trafficked areas. The injection lines will be buried along existing roads and ROWs except between wells #7 and #11 and between wells #10 and #13.

Production will be routed to the central gathering facility (Unit D of Sec 1) for the most part along existing roads through poly line. These lines are and will be on the surface and buried under roads and intersections. We will use many of the existing lines, move some lines to other wells and purchase additional poly where necessary

Map 3 shows the final configuration of production flowlines. Lines will generally be poly and will be along existing roads and ROWs except between wells #5 and #6

Map 4 shows the central battery on the original well pad for the #1. The pad for the #1 well will accommodate the waterflood facilities without expansion.

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

Jack M. Rose

TITLE

Engineer

DATE April 28, 2008

Type or print name

E-mail address:

bmartin@beachexp.com

Telephone No. (432) 683-6226

For State Use Only

APPROVED BY:

TITLE

DATE

Conditions of Approval (if any):

T19S

2

1



R29E

MAP 1



- Unit Boundary
- Unit Batteries
- Unit Producing Well
- Unit P&A Well
- Unit Roads

- 2" Poly Oil Flowlines
- 2" Poly Gas Flowlines
- 2" Poly O&G Flowlines
- 2 3/8" Steel O&G Flowlines

- 3 15KV Elec Transformers # Size
- Elec Pole Lines



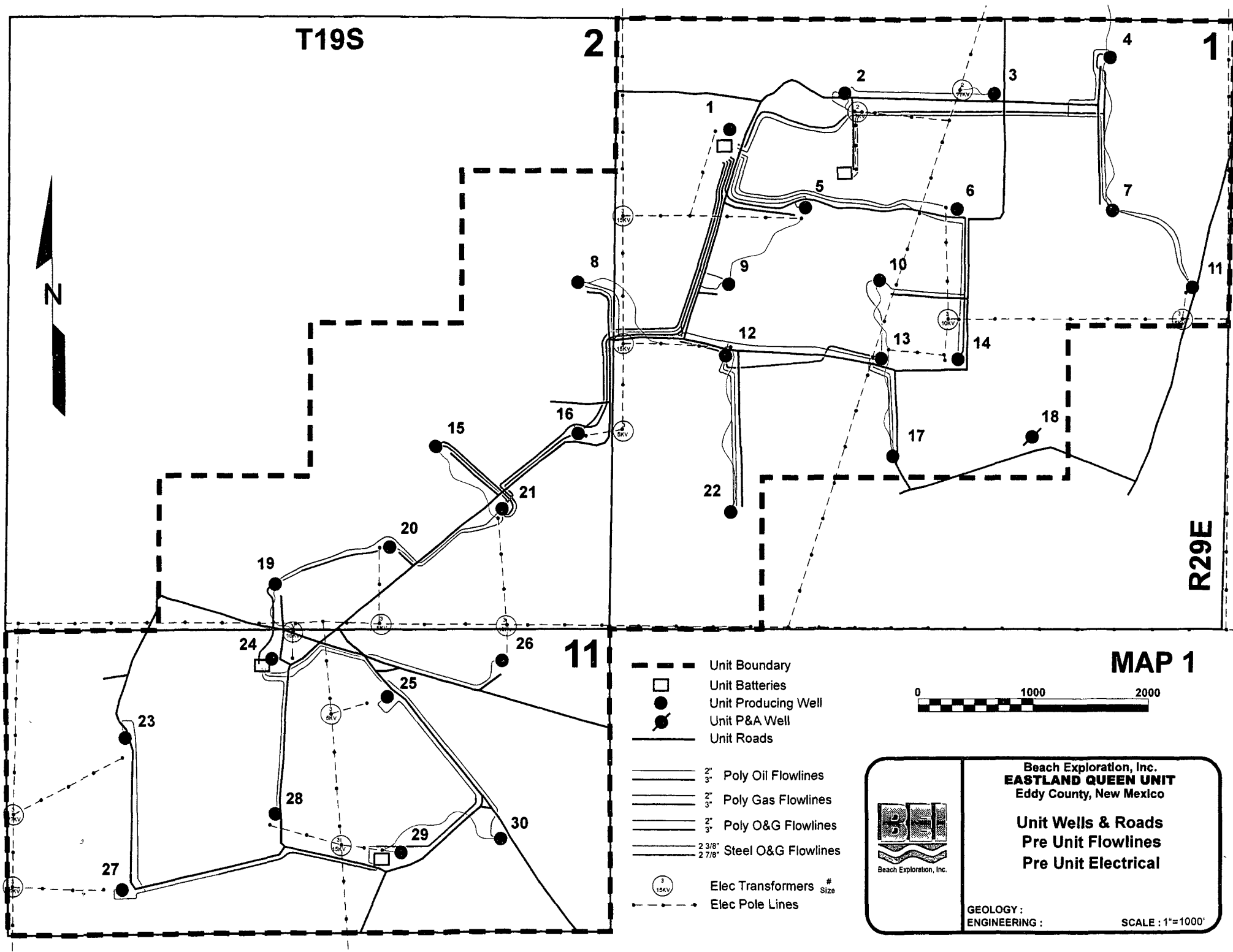
Beach Exploration, Inc.

Beach Exploration, Inc.
EASTLAND QUEEN UNIT
 Eddy County, New Mexico

Unit Wells & Roads
Pre Unit Flowlines
Pre Unit Electrical

GEOLOGY :
 ENGINEERING :

SCALE : 1"=1000'



T19S

2

1

R29E

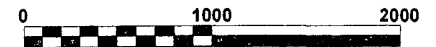
MAP 2

- Unit Boundary
 □ Unit Batteries
 ● Unit Producing Well
 ●/ Unit P&A Well
 --- Unit Roads

- △ Injection Well Phase I
 △ Injection Well Phase II

- 1.5" Injection Lines
 2" Centron SP1500 FG
 2.5"

1 1/2" 21,235 ft
 2" 2,585 ft
 2 1/2" 4,495 ft
 28,315 ft

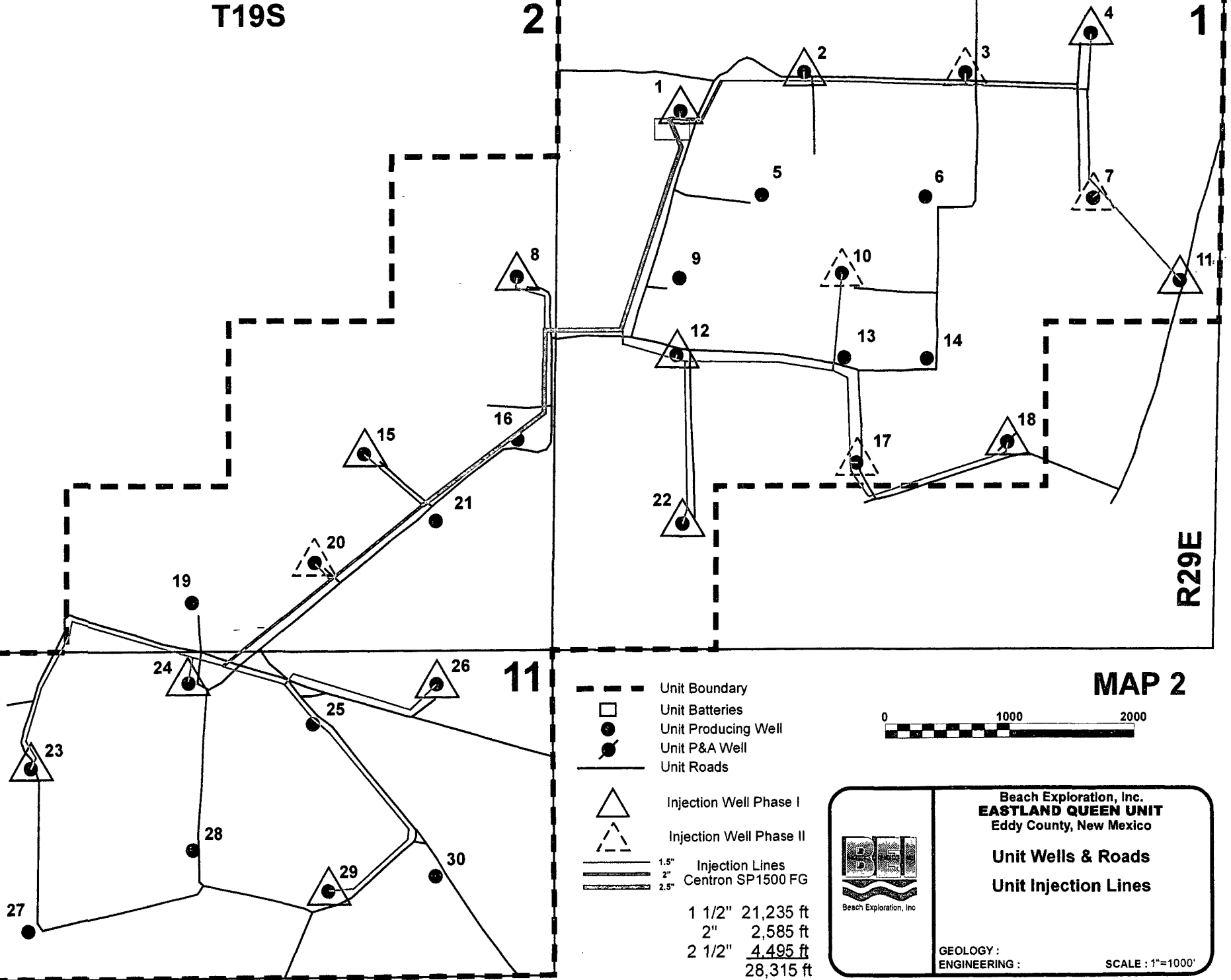


Beach Exploration, Inc.
EASTLAND QUEEN UNIT
 Eddy County, New Mexico

Unit Wells & Roads
 Unit Injection Lines

GEOLOGY:
 ENGINEERING:

SCALE: 1"=1000'



T19S

2

1

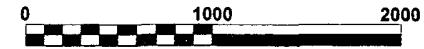


R29E

11

MAP 3

- Unit Boundary
- Unit Batteries
- Unit Producing Well
- Unit P&A Well
- Unit Roads
- 2" Poly O&G Flowlines
- 3" Poly O&G Flowlines

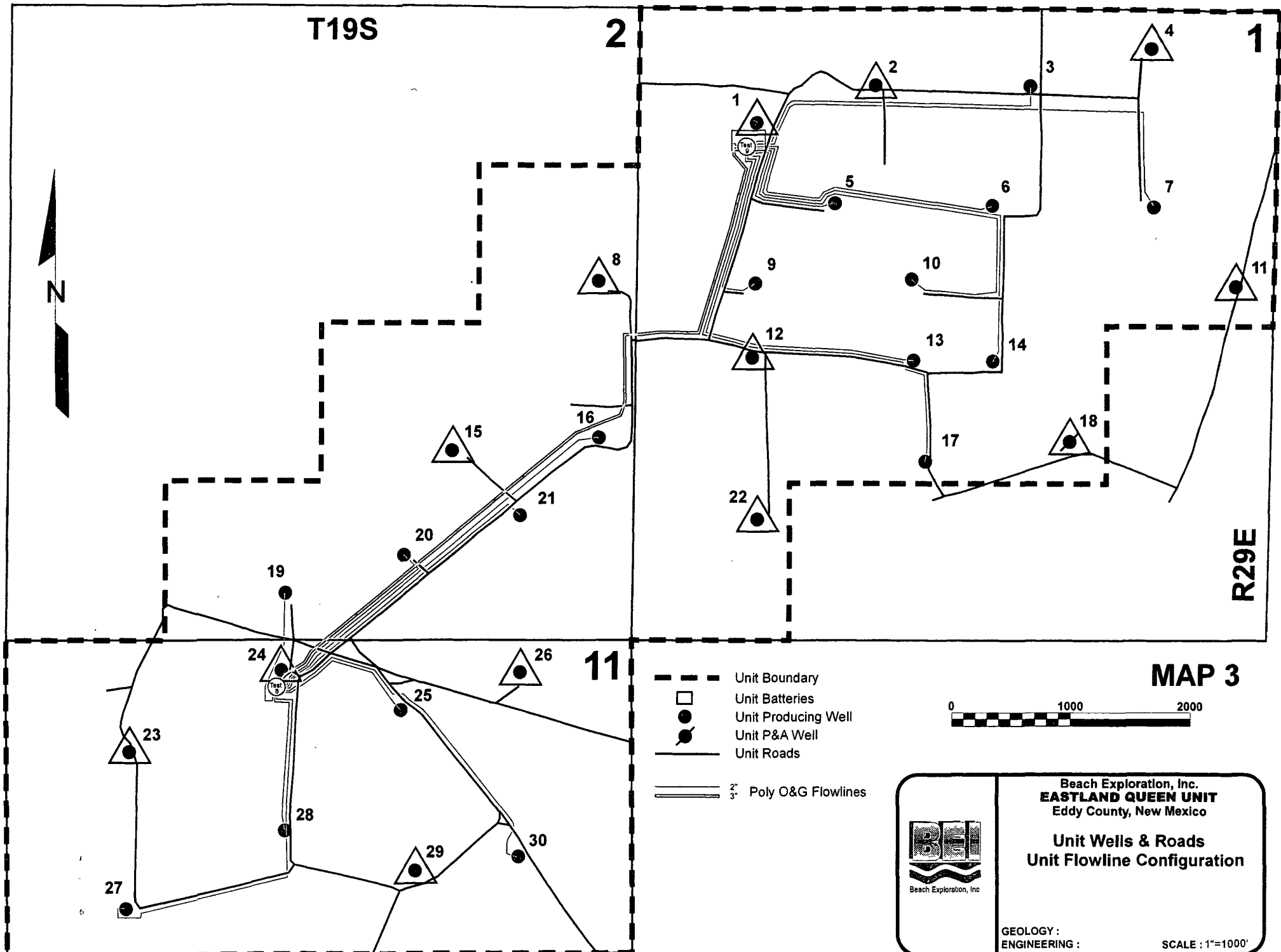



Beach Exploration, Inc.
EASTLAND QUEEN UNIT
 Eddy County, New Mexico

Unit Wells & Roads
Unit Flowline Configuration

GEOLOGY:
ENGINEERING :

SCALE : 1"=1000'





Beach Exploration, Inc.

Beach Exploration, Inc.
EASTLAND QUEEN UNIT
 Sections 1, 2 & 11, T-19-S, R-29-E
 Eddy County, New Mexico

CENTRAL BATTERY
 (Sec.1 Unit D)

JMR 2/08
SCALE: 1"=20'



MAP #4

