

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

Form C-103
May 27, 2004

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

WELL API NO. 30-015-03226
5. Indicate Type of Lease STATE ☒ FEE ☐
6. State Oil & Gas Lease No. B-7072-5
7. Lease Name or Unit Agreement Name: WLH GAS UNIT TRACT 40
8. Well Number 001
9. OGRID Number 143199
10. Pool name or Wildcat LOCO HILLS (ON.-GB.-S.A.)

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	2. Name of Operator ENERVEST OPERATING, L.L.C. ATTN: BRIDGET HELFRICH
3. Address of Operator 1001 FANNIN ST., SUITE 800, HOUSTON, TEXAS 77002	4. Well Location Unit Letter <u>M</u> : <u>990</u> feet from the <u>SOUTH</u> line and <u>990</u> feet from the <u>WEST</u> line Section <u>01</u> Township <u>18S</u> Range <u>29E</u> NMPM County <u>EDDY</u>
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3,515' - GR	
Pit or Below-grade Tank Application ☐ or Closure ☒ Pit type <u>STEEL</u> Depth to Groundwater _____ Distance from nearest fresh water well * _____ Distance from nearest surface water * _____ Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbs; Construction Material * <u>NONE WITHIN 1,000'</u>	

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 COMPLETION ☐
OTHER: ☐

SUBSEQUENT REPORT OF:

- REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OF ☐ PLUG AND ABANDONMENT ☐
CASING TEST AND CEMENT JOB ☐
OTHER: ☐

Notify OCD 24 hrs. prior to any work done.

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.

REVISED PROCEDURE DUE TO JUNK IN THE WELL. ORIGINAL PROCEDURE APPROVED 11/16/09.

- 1) MIX X PUMP A 100 SX. CMT. PLUG @ 1,950'-1,600'; WOC X TAG TOP OF CMT. PLUG; CIRC. WELL W/ PXA MUD.
- 2) PERF. X ATTEMPT TO SQZ. A 40 SX. CMT. PLUG @ 1,115'-1,015' (B/SALT); WOC X TAG TOP OF CMT. PLUG.
- 3) PERF. X ATTEMPT TO SQZ. A 55 SX. CMT. PLUG @ 575'-440' (T/SALT X 8-5/8" CSG. SHOE); WOC X TAG CMT. PLUG.
- 4) PERF. X CIRCULATE TO SURFACE A 25 SX. CMT. PLUG @ 63'-3'.
- 5) DIG OUT X CUT OFF WELLHEAD 3' B.G.L.; WELD ON STEEL PLATE TO CASINGS X INSTALL DRY HOLE MARKER.

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 David A. Eyler TITLE AGENT DATE 06/25/10
E-mail address: deyler@milagro-res.com
Telephone No. (432) 687-3033

For State Use Only

APPROVED BY [Signature] TITLE Approval Granted providing work is complete by 8/29/2010 DATE 6/29/2010
Conditions of Approval, if any: 9-29-2010



ENERVEST Enervest Operating, LLC

Subject	Project No.	Sht. of
WLH Tr 40 #1		
Project	By	Date
990' FSL, 440' FNL of Sec 1-TR8-27E		