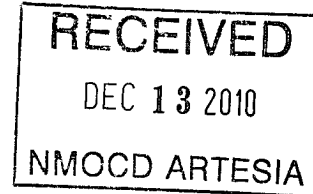


December 9, 2010

NMOCD
ATTN: Phil Hawkins
1301 West Grand Ave.
Artesia, NM 88210



RE: Corrine Grace
Cueva #1 (API 30-015-21362)
P & A

Phil:

As we talked by phone earlier, I have enclosed an alternate P & A just in case the casing is on the well, records are very "sketchy". At least we will have it covered. Mayo Marrs Casing Pullers will be doing the work. I will call when they get around to this project.

Call if you have any questions.

Thanks,

A handwritten signature in black ink, appearing to read "Eddie W. Seay". The signature is fluid and cursive, with a long horizontal stroke extending to the right.

Eddie W. Seay, Agent
Eddie Seay Consulting
601 W. Illinois
Hobbs, NM 88242
575-392-2236
seay04@leaco.net

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
June 19, 2008

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

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. 30-015-21362
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator CORINNE GRACE		6. State Oil & Gas Lease No.
3. Address of Operator PO Box 1418, Carlsbad, NM 88220		7. Lease Name or Unit Agreement Name Cueva Unit
4. Well Location Unit Letter K : 1980 feet from the South line and 1980 feet from the West line Section 6 Township 23S Range 26E NMPM County Eddy		8. Well Number 1
11. Elevation (Show whether DR, RKB, RT, GR, etc.) GL: 3419 KB: 3437		9. OGRID Number 5268
		10. Pool name or Wildcat Sheep Draw; Strawn (Gas)

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 ☐
DOWNHOLE COMMINGLE ☐

OTHER: **Revised P&A** ☒

SUBSEQUENT REPORT OF:

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

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 recompletion.

(See attached before and after wellbore schematic) notify Artesia OCD 575-748-1283 24 hrs before plugging well.

1) RIH tag plug above Atoka perms 10590-10598

a) if present cap plug w/ 35' cement by wire line or 25 sxs cement thru tubing

b) if not present RIH with CIBP and set @ 10500 cap plug w/ 35' cement by wire line or 25 sxs cement thru tubing

2) Load hole with 9.5 plugging brine

3) Set 25 sxs cement plug from 10100-10000 to isolate old squeezed Strawn perms 10164-10266 - WOC TAG

4) Set 25 sxs cement plug from 8520-8420 (top Wolfcamp @ 8470)

5) Set 25 sxs cement plug from 7000-6900 (top cement 5 1/2 @ 6900 TS)

6) Perf 5 1/2 & place cement plug from 4965-4865 inside & outside 5 1/2 across 8 5/8 shoe (8 5/8 shoe @ 4915) - WOC Tag

7) Stub plug - place cement plug from 4050-3950 across 5 1/2 stub (5 1/2 stub @ 4000) - WOC TAG

8) Shoe plug - place cement plug from 1310-1200 across 11 3/4 shoe (11 3/4 shoe @ 1257) - WOC TAG

9) Surface plug 0-1050' (solid plug across 11 3/4 stub @ 1000 to surface).

Spud Date:

Rig Release Date:

RECEIVED

DEC 13 2010

NMOCD ARTESIA

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE

Eddie W Seay
Eddie W Seay

TITLE

Agent

DATE

12/08/2010

Type or print name

E-mail address:

seay04@leaco.net

PHONE:

575-390-2454

For State Use Only

APPROVED BY:

[Signature]

TITLE

DATE

12/13/2010

Conditions of Approval (if any):

Approval Granted providing work
is complete by 1/20/2011

REVISED WELLBORE SCHEMATIC AND HISTORY

COMPLETION SCHEMATIC		APINUM: 30-015-21362	
FORM	DEPTH	OPERATOR: CORINNE GRACE	
		LEASENAME: CUEVA UNIT	
		WELL NO. 1	
		SURF LOC: UL: K SEC: 6 TWN: 23S RNG: 26E	
		1980 FSL 1980 FWL	
		TD 11618 PBD 11512 KB 3437 DF	
		GL 3419	
POOL SHEEP DRAW;STRAWN (GAS)		PERFS 10164-10266	
<p>8 5/8 CUT & PULLED @ 1000'</p> <p>TOC 8 5/8 @ 1180'</p>			
<p>11 3/4 @ 1257'</p> <p>TOC @ 0'</p>			
Delaware	1527	<p>5 1/2 CUT & PULLED @ 4000'</p> <p>SPUD: 09/14/1974</p> <p>COMP: 09/04/1975</p>	
Bone Spring	4830	<p>8 5/8 @ 4915'</p> <p>TOC @ 1180'</p> <p>TOC 5 1/2 @ 6900'</p>	
Wolfcamp	8470		
Penn	9860		
Strawn	10030		
Atoka	10480	<p>Perfs 10164-10266 sqz</p>	
Morrow Lm	10900	<p>Proposed 01/97 CIBP cap w/ 35' no record of it being set</p> <p>Perfs 10590-10598</p>	
Morrow CI	11011	<p>PKR & Blanking plug cap w/ 35' cement 9/96</p>	
Barnett Sh	11505	<p>Perfs 11226-11234' sqz w 150 sxs</p>	
<p>5 1/2 @ 11618'</p> <p>TOC @ 6900'</p> <p>TD 11618'</p>			

CASING RECORD					
	SIZE	DEPTH	CMT	HOLE SIZE	TOC
SURF.	16	255	490 sxs	20	0' CIRC
INTM1	11.75	1257	950 sxs	14.75	0' CIRC
INTM2	8 5/8	4915	690 sxs	11	1180 TS
PROD	5 1/2	11618	1350 sxs	7.825	6900 TS

PREPARED BY: Eddie Seay

UPDATED

12/08/10

REVISED AFTER WELLBORE SCHEMATIC AND HISTORY

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