

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

WELL API NO. 30 025 03427
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. B-1399
7. Lease Name or Unit Agreement Name SHELL STATE
8. Well Number 7
9. OGRID Number
10. Pool name or Wildcat Wilson Yates Seven Rivers Assoc.

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 <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>	
2. Name of Operator HAL J. RASMUSSEN OPERATING, L.P.	
3. Address of Operator P O BOX 2517, MIDLAND, TEXAS 79702	
4. Well Location Unit Letter <u>F</u> : <u>1980</u> feet from the <u>NORTH</u> line and <u>1907</u> feet from the <u>WEST</u> line Section <u>7</u> Township <u>21-S</u> Range <u>35-E</u> NMPM LEA County	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3669' KB	
Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/>	
Pit type <u>STEEL</u> Depth to Groundwater <u>40</u> Distance from nearest fresh water well <u>500</u> Distance from nearest surface water <u>500</u>	
Pit Liner Thickness: <u>mil</u> Below-Grade Tank: Volume <u>bbbs</u> Construction Material <u>CONCRETE</u>	

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input checked="" type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	P AND A <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>	
OTHER: <input type="checkbox"/>		OTHER: <input 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.

SEE ATTACHED PROCEDURE.

THE COMMISSION MUST BE NOTIFIED 24
HOURS PRIOR TO THE BEGINNING OF
PLUGGING OPERATIONS FOR THE C-103
TO BE APPROVED.

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 NMOC guidelines ☐, a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE Tommy Taylor TITLE AGENT DATE 10/8/2004

Type or print name TOMMY TAYLOR E-mail address: ttaylor@tetrathec.com Telephone No. 432/570-5382

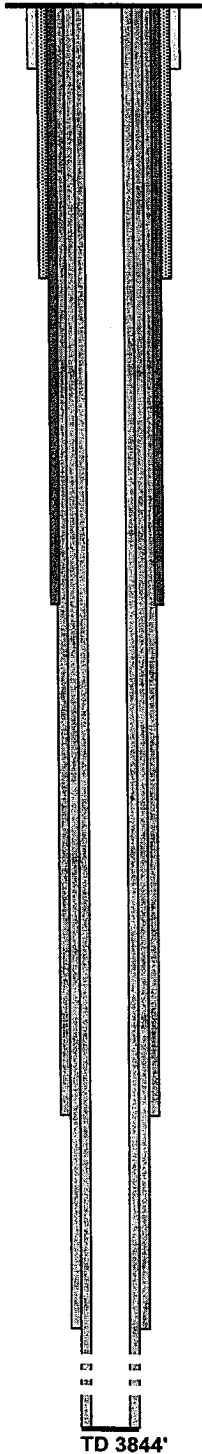
For State Use Only

APPROVED BY: Larry W. Wink TITLE OC FIELD REPRESENTATIVE DATE OCT 14 2004

Conditions of Approval (if any):

COMPANY: Hal J. Rasmussen Operating, L.P.
WELL NAME: Shell State
WELL #: 7
API#: 30-025-03427
COUNTY: Lea

BEFORE



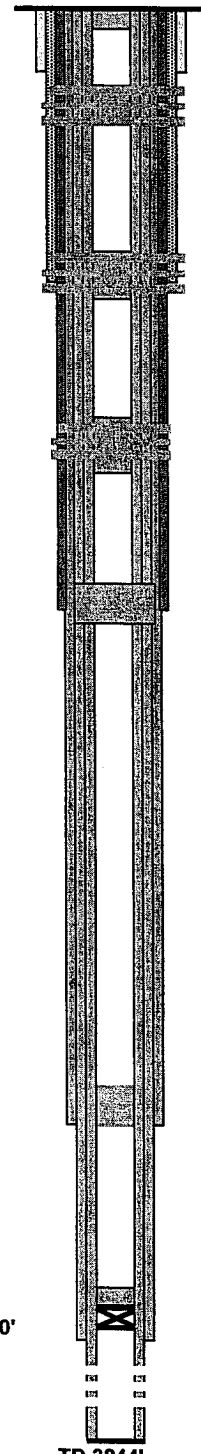
15 1/2" @ 112'
12 1/2" @ 730'
10" @ 1330'
8 5/8" @ 2830'
7" @ 3600
5 1/2" liner 3547'-3844'

PERFS 3799'-3804'

PBTB 3832'

TD 3844'

AFTER



15 SX SURF PLUG

PERF @ 162',
45 SX F/ 60'-162'

PERF @ 780',
35 SX F/ 680'-780'

PERF @ 1380',
50 SX F/ 1280'-1380'

50 SX F/ 1750'-1850'

25 SX F/ 2730'-2830'

CIBP @ 3510'

TD 3844'
PBTB 3832'

PROPOSED PLUGGING PROCEDURE FOR HAL J. RASMUSSEN OPERATING, L.P.

WELL: SHELL STATE 7
FIELD: WILSON YATES SEVEN RIVERS ASSOC.
COUNTY: LEA
SURFACE WATER: 40'
TOP OF SALT: 1805'

1. MIRU; REMOVE TREE; SET BOP.
2. RIH W/ WORKSTRING, 7" BIT & SCRAPER TO 3510'.
3. POOH W/ 3510' TUBING, LD BIT & SCRAPER.
4. RIH W/ 7" CIBP TO 3510'.
5. SET CIBP, RELEASE SETTING TOOL.
6. CIRCULATE WELL W/ 140 BBLS 9.5 PPG MUD LADEN FLUID.
7. SET 10 SX CEMENT PLUG ON TOP OF CIBP.
8. PULL TUBING UP TO 2830'.
9. SET 25 SX CEMENT PLUG FROM 2730'-2830'.
10. POOH W/ TUBING & LD SETTING TOOL, STAND BACK 1650'
11. RIH W/ TUBING & 7" PACKER TO 1650'.
12. RIH W/ THRU TUBING AND PERFORATE CASING @ 1850'.
13. POOH, RD WIRELINE.
14. ESTABLISH INJECTION RATE.
15. PUMP 50 SX CEMENT BELOW PACKER.
16. DISPLACE TOC TO 1750'. WOC.
17. LOWER TUBING TO TOC, TAG AND RECORD.
18. PULL TUBING UP TO 1180'.
19. RIH AND PERFORATE CASING @ 1380'.
20. POOH, RD WIRELINE.
21. ESTABLISH INJECTION RATE.
22. SQUEEZE 50 SX BELOW PACKER; DISPLACE TOC TO 1280'; WOC.
23. LOWER TUBING TO TOC, TAG AND RECORD.
24. PULL TUBING UP TO 580'.
25. RIH AND PERFORATE CASING @ 780'.
26. POOH, RD WIRELINE.
27. ESTABLISH INJECTION RATE.
28. SQUEEZE 35 SX CEMENT BELOW PACKER, DISPLACE TOC TO 680'. WOC.
29. LOWER TUBING TO TOC, TAG AND RECORD.
30. PULL TUBING UP TO 40'.
31. RIH AND PERFORATE 7" CASING @ 162'.
32. POOH, RD WIRELINE.
33. OPEN CASING VALVE & ATTEMPT TO ESTABLISH CIRCULATION.
34. PUMP 45 SX CEMENT BELOW PACKER; DISPLACE TOC TO 60'.
35. POOH W/ TUBING.
36. FILL 7" W/ 15 SX CEMENT TO SURFACE.
37. CUT OFF WELLHEAD AND INSTALL DRY HOLE MARKER.
38. RDMO.