

District I - (575) 393-6161
1625 N. French Dr., Hobbs, NM 88240
District II - (575) 748-1283
811 S. First St., Artesia, NM 88210
District III - (505) 334-6178
1000 Rio Brazos Rd., Aztec, NM 87410
District IV - (505) 476-3460
1220 S. St. Francis Dr., Santa Fe, NM 87505

HOBBS OGD

JUL 05 2011

RECEIVED

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

WELL API NO. 30-025-30870
5. Indicate Type of Lease STATE ☐ FEE ☒
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Red Cloud
8. Well Number 2
9. OGRID Number 14372
10. Pool name on Wildcat Palmer + Mansil Yates Trvrs <GAS>
11. Elevation (Show whether DR, RKB, RT, GR, etc.)

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 McDonald Operating Inc.	
3. Address of Operator 505 N. Big Spring, Suite 204, Midland TX 79701	
4. Well Location Unit Letter M : 660 feet from the 660 S line and 660 feet from the 6 W line Section 3 Township 25 S Range 37 E NMPM Lea County	
11. Elevation (Show whether DR, RKB, RT, GR, etc.)	

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: ☐

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 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

1. Miku P&A rig.
2. Spot 25sx plug from 2700'-2400' WOC - TAG
3. Load hole w/ 12.5#/gal mud laden fluid.
4. 4A Spot 25sx hole from 1300'-1000'. WOC. Tag plug.
5. Spot 10sx @ ~~60'~~ 15' x cm @ 415' - WOC/TAG
6. Cut off anchor & install dry hole marker.

Spud Date:

Rig Release Date:

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

SIGNATURE Craig M. McDonald TITLE President DATE 7-1-11

Type or print name Craig M. McDonald E-mail address: _____ PHONE: 505-682-3499

For State Use Only

APPROVED BY: [Signature] TITLE State Manager DATE 7-6-2011

Conditions of Approval (if any):

THE OIL CONSERVATION DIVISION MUST
BE NOTIFIED 24 HOURS PRIOR TO THE
BEGINNING OF PLUGGING OPERATIONS

Red Cloud #2
API: 30-025-30870

$8\frac{5}{8}"$ 14# @ 356'. Cmt w/
250 SX. TOC Circ To Surf.

Perfs: 2695'-3015' w/ 27 holes.

$4\frac{1}{2}"$ 10.5# @ 3193'. Cmt
w/ 650 SX. TOC Circ To Surf.

AFTER

10 SX @ Surf.
60' Circ to Surface

Sp. T 15 SX @ 415' woc-tag

Cmt Plug 1300'-1000' ✓

Cmt Plug 2700'-2400' ✓

Red Cloud #2
API: 30-025-30870

8 5/8" 14# @ 356'. Cmt w/
250 SX. TOC Circ to Surf.

Perfs: 2695'-3015' w/ 27 holes.

4 1/2" 10.5# @ 3193'. Cmt
w/ 650 SX. TOC Circ to Surf.

