

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 87401

District IV - (505) 476-3460

1220 S. St. Francis Dr., Santa Fe, NM

87505

HOBBS OGD
NOV 09 2011
RECEIVED

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

WELL API NO.

30-025-28162

5. Indicate Type of Lease

STATE ☒ FEE ☐ Fee

6. State Oil & Gas Lease No.

25-28162

7. Lease Name or Unit Agreement Name

Quality Watson

8. Well Number

1

9. OGRID Number

130851

10. Pool name or Wildcat

BSW Salado

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 Brine Well ☒

2. Name of Operator

Wasserhund, Inc.

3. Address of Operator

P.O. Box 2140, Lovington, NM 88260

4. Well Location

Unit Letter M : 593 feet from the South line and 639 feet from the West line
Section 20 Township 12s Range 36e NMPM County Lea

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: integrity test ☐

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.

Please see attached:

Chart

Well Bore Diagram

Last time pulled packer test - 10/21/08

* ORIGINAL CHART MAILED TO
SANTA FE. (JIM GRISWOLD)

Spud Date:

Rig Release Date:

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

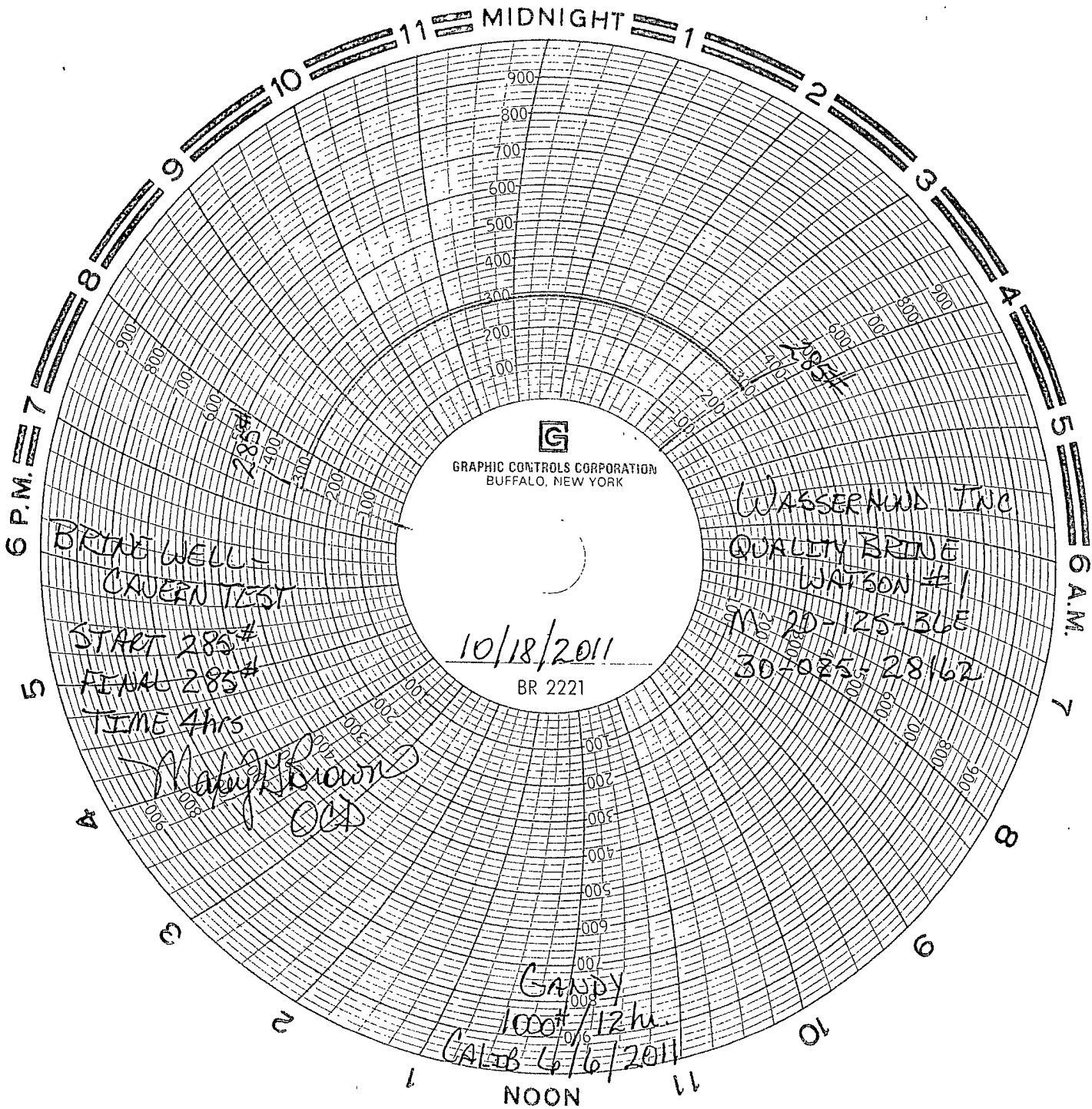
SIGNATURE Larry Gandy TITLE Secretary/Treasurer DATE 11/04/11

Type or print name Larry Gandy E-mail address: lgandy@gandycorporation.com PHONE: 575-396-0522

For State Use Only

APPROVED BY: Mark Brown TITLE Compliance Officer DATE 11/10/2011

Conditions of Approval (if any)



GRAPHIC CONTROLS CORPORATION
BUFFALO, NEW YORK

10/18/2011

BR 2221

WASSERMAN INC

QUALITY BRINE

WATSON #1

MS 20-125-3LE

30-025-28162

BRINE WELL -
CAVERN TEST

START 285#

FINAL 285#

TIME 4hrs

Makyn Brown
OCD

Gandy

1000' / 12h

CALIB 6/6/2011

NOON

Wasserhund Inc.
Quality Brine
Watson #1
M 20-12s-36e
30-025-28162

