

Submit 1 Copy To Appropriate District
Office
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

State of New Mexico
Energy, Minerals and Natural Resources
RECEIVED
OIL CONSERVATION DIVISION
NOV 15 2011
1220 South St. Francis Dr.
Santa Fe, NM 87505
HOBBSUCD

Form C-103
Revised August 1, 2011

WELL API NO. <u>30-025-23937</u>	
5. Indicate Type of Lease STATE ☒ FEE ☐	
6. State Oil & Gas Lease No. <u>SWD EASEMENT - 0056</u>	
7. Lease Name or Unit Agreement Name <u>STATE L 736</u>	
8. Well Number <u>1</u>	
9. OGRID Number <u>212929</u>	
10. Pool name or Wildcat <u>SWD; DEVONIAN</u>	
4. Well Location Unit Letter <u>D</u> : <u>554</u> feet from the <u>N</u> line and <u>554</u> feet from the <u>W</u> line Section <u>32</u> Township <u>16S</u> Range <u>36E</u> NMPM County <u>LEA</u>	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) <u>3930 GR</u>	
SUNDY 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 <u>SWD</u>	
2. Name of Operator <u>EVERQUEST ENERGY</u>	
3. Address of Operator <u>10 DESTA DRIVE, STE 300-EAST</u> <u>MIDLAND, TX 79705</u>	

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

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK ☒	PLUG AND ABANDON ☐	REMEDIAL WORK ☐	ALTERING CASING ☐
TEMPORARILY ABANDON ☐	CHANGE PLANS ☐	COMMENCE DRILLING OPNS. ☐	P AND A ☐
PULL OR ALTER CASING ☐	MULTIPLE COMPL ☐	CASING/CEMENT JOB ☐	
DOWNHOLE COMMINGLE ☐			
OTHER: ☐		The Oil Conservation Division 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.

FAILED MIT-BRADENHEAD TEST ON 9/23/11. WELL SHUT-IN IMMEDIATELY PER OCD ORDER.

PLAN TO MOVE-IN WSU AND DETERMINE SOURCE OF APPARENT CASING LEAK THEN DETERMINE APPROPRIATE PROCEDURE TO REPAIR AND RESTORE TO ACCEPTABLE MECHANICAL INTEGRITY.

Spud Date: WAITING TO MIRU

Rig Release Date:

Condition of Approval: notify
OCD Hobbs office 24 hours

prior of running MIT Test & Chart

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

SIGNATURE Terry Duffey TITLE PRESIDENT DATE 11-15-11

Type or print name TERRY DUFFEY E-mail address: _____ PHONE: 432-686-9790
For State Use Only

APPROVED BY: [Signature] TITLE STATEWIDE DATE 11-15-2011

Conditions of Approval (if any):

Per Underground Injection Control Program Manual
11.6 C Packer shall be set within or less than 100
feet of the uppermost injection perfs or open hole.

NOV 22 2011