

Submit 1 Copy 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
October 13, 2009

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

WELL API NO. 30-025-01235
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. 309512
7. Lease Name or Unit Agreement Name State M Comm SWD
8. Well Number #3
9. OGRID Number 210091
10. Pool name or Wildcat Saunders, Permian Upper Penn SWD 96134

SUNDARY 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 SWD

2. Name of Operator
D.K.D., L.L.C.

3. Address of Operator
PO Box 682, Tatum, NM 88267

4. Well Location
Unit Letter B : 660 feet from the N line and 1980 feet from the E line
Section 10 Township 15S Range R33E NMPM County Lea

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
4196 DR

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 ☐

SUBSEQUENT REPORT OF:

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

OTHER: ☐

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.

11/28/11: Rig up with TWS pulling unit. Run in hole with bit and collars 2-3/8 tubing. Installed BOP.
11/29/11: Finish running 2-3/8 tubing. Tag plug. Shut down to wait on reverse unit.
11/30/11: Rig up reverse unit. Drill out cement & plug. Push plug to 9992 ft.
12/1/11: Lay down 2-3/8 collars & bit
12/2/11: Run new 2-7/8 plastic-coated tubing & packer
12/3-5/11: Down due to weekend and snow.
12/6/11: Finish 2-7/8 tubing in hole & flanged up
12/7/11: Set packer and load casing. Let well set for packer fluid to settle. Called OCD to test.
12/13/11: Run MIT test witnessed by Maxy from the OCD. Tested okay - chart attached.

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

Danny R. Watson

TITLE Owner

DATE 12/16/2011

Type or print name Danny R. Watson

E-mail address: dkdllc@leaco.net

PHONE: (575)398-3490

For State Use Only

APPROVED BY:

Maley Brown

TITLE Compliance Officer

DATE 12/21/2011

Conditions of Approval (if any):

SWD-1296

G
GRAPHIC CONTROLS CORPORATION
BUFFALO, NEW YORK

12/13/2011

BR 2221

DKA, FLE
STATE M COM #3
B 10-155-33E
30-025 01235

INITIAL TEST
OTAB 355#
FINAL 355#
TIME 3 min

Maley
OCD

HOBBS OCD

DEC 19 2011

RECEIVED

DANNYS/NOTICE
1000*
60 min
CMT 7/22/2011

NOON

11

10

6

8

7

6 A.M.

5

4

3

2

1

MIDNIGHT

11

10

9

8

7

6 P.M.

5

4

3

1