

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
DEC 28 2011
RECEIVED

Energy, Minerals and Natural Resources
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

WELL API NO. 30-025-23248
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. K-258
7. Lease Name or Unit Agreement Name DeSoto State
8. Well Number 001
9. OGRID Number 231429
10. Pool name or Wildcat Tulk-Penn

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
Manzano, LLC

3. Address of Operator
PO Box 2107, Roswell, NM 88202

4. Well Location
Unit Letter D : 660 feet from the North line and 660 feet from the West line
Section 35 Township 14S Range 32E NMPM Lea County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
4281.5 GL

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.

Approved for plugging of well bore only
Liability under bond is retained pending receipt of C-103 (Subsequent Report of Well Plugging) which may be found at OGD Web Page under Forms, www.emnrd.state.nm.us/ogd.

12/12/2011 Move in rig up and unseat pump. Start out of the hole laying down rods.
12/13/2011 Finish laying down rods. Dug out cellar and installed BOP.
12/14/2011 Unseated anchor. POH with tubing. Picked up CIBP and started back in hole.
12/15/2011 Reached bottom with CIBP and attempted to set at 9692'. Could not set. Got OK from Maxey Brown to pump 50 sx cement at 9692'. Pumped plug and pulled 26 stands. SION
12/16/2011 Could not tag because tubing was stuck. Pumped water down tubing and got circulation up casing. Perforated sub above setting tool was clear. Tried to work free again but could not. Tubing was stuck at 8139'. Ran free point and backed off at 8040'. Spotted 25 sx cement on top of tubing at 8040'. SION.
12/17/2011 RIH and tagged cement at 7842'. POH with tubing. SION
12/19/2011 Rigged up wireline and perfed casing at 4106'. RIH with tubing and packer to squeeze perfs at 4106. Pressured up to 350 psi and held. Perfs would not take fluid. Released packer and spotted 25 sx cement at 4165'. WOC and tagged at 3835'.
12/20/2011 Perfed casing at 1540'. RIH with packer and squeezed perfs with 40 sx cement. WOC and tagged at 1387'
12/21/2011 Perfed casing at 450'. Rigged up on 5 1/2 casing and pumped cement to perfs at 450' and up 5 1/2 X 8 5/8 annulus to surface. Shut value on intermediate head and circulated cement up 8 5/8 X 13 3/8 annulus to surface. Pumped 280 sx cement. Cut off wellhead, installed dry hole marker, and cut off anchors.

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

SIGNATURE Mark Kanger TITLE Managing Member DATE 12/27/11

Type or print name _____ E-mail address: _____ PHONE: _____

For State Use Only

APPROVED BY: Maxey Brown TITLE Compliance Officer DATE 12/28/2011
Conditions of Approval (if any): _____