

Submit 3 Copies To Appropriate District  
Office  
District I  
1625 N. French Dr., Hobbs, NM 87401  
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  
May 27, 2004

HOBBS OGD  
FEB 22 2012  
RECEIVED

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

WELL API NO. 30-025-31724
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name: ARROWHEAD GRAYBURG UNIT
8. Well Number 190
9. OGRID Number 005380
10. Pool name or Wildcat ARROWHEAD; GRAYBURG
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3629' - GR
Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input checked="" type="checkbox"/> Pit type <u>STEEL</u> Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____ Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material <u>*NONE WITHIN 1,000'</u>

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 COMPLETION ☐

OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐  
COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDONMENT ☒  
CASING TEST AND CEMENT JOB ☐

OTHER: ☐

13. Describe proposed or completed operations. (Clearly state all pertinent details, of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

02/19/12: SET 5-1/2" CIBP @ 3,600'; PRES. TEST 5-1/2" CSG. TO 500# - HELD OK; CIRC. WELL W/ PXA FLUID; MIX X PUMP A 25 SX. CMT. PLUG @ 3,600'; WOC.

02/20/12: TAG TOP OF CMT. PLUG @ 3,429'; MIX X PUMP A 25 SX. CMT. PLUG @ 2,700'-2,500' (CALC.); MIX X PUMP A 25 SX. CMT. PLUG @ 1,530'; WOC X TAG TOP OF CMT. PLUG @ 1,134'; MIX X CIRC. TO SURF. A 35 SX. CMT. PLUG @ 350'-3'; DIG OUT X CUT OFF WELLHEAD 3' B.G.L.; WELD ON STEEL PLATE TO CASINGS X INSTALL DRY HOLE MARKER.

WELL PLUGGED AND ABANDONED 02/20/12.

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines ☒, a general permit ☐ or an (attached) alternative OCD-approved plan ☐

SIGNATURE David A. Eyler TITLE AGENT DATE 02/21/12

Type or print name DAVID A. EYLER

E-mail address: daylor@milagro-res.com

Telephone No. (432) 687-3033

For State Use Only

APPROVED BY [Signature] TITLE STATE MGR DATE 2-22-2012

Conditions of Approval, if any:

FEB 22 2012