| Office <u>District I</u> 1625 N. French Dr., Hobbs, NM 882  | Energy, Mineral  | f New Mexico<br>is and Natural Resources  | Form C-103<br>May 27, 2004<br>WELL API NO.   |
|---|--|---|--|
| District II   | OH CONSER  | VATION DIVISION   | 30-025-35954   |
| 1301 W. Grand Ave., Artesia, NM 8<br>District III   | D&IV   | th St. Francis Dr.  | 5. Indicate Type of Lease  |
| 1000 Rio Brazos Rd., Aztec, NM 87   | 410  | Fe, NM 87505  | STATE FEE  6. State Oil & Gas Lease No.  |
| District IV<br>1220 S. St. Francis Dr., Santa Fe, NI<br>87505   |  | . 0, 1441 07505   |  |
|   | NOTICES AND REPORTS ( ROPOSALS TO DRILL OR TO DE               |   | 7. Lease Name or Unit Agreement Name /   |
|   | APPLICATION FOR PERMIT" (FO                                    |   | State LPG Storage Vell   |
| PROPOSALS.)   | Gas Well Other   | IR of   | 8. Well Number   |
| Type of Well: Oil Well     Name of Operator   | -  | Na Storage  | 9. OGRID Number 218000   |
| 3 Address of Operator   | XHS IPG Storage  | •   | 10. Pool name or Wildcat   |
| F   | BOX 1345 JA  | L Nm 88252  | SALAdo   |
| 4. Well Location  |  |   |  |
| Unit Letter 191   | feet from th   | e <u>South</u> line and   | 780 feet from the 4557 line  |
| Section   |  | 235 Range 37F   | NMPM ACA County  |
|   | 11. Elevation (Show )  | whether DR, RKB, RT, GR, e  | tc.)   |
| Pit or Below-grade Tank Application   | or Closure   |   |  |
| Pit typeDepth to Gr   | undwaterDistance from a  | carest fresh water wellI  | Distance from nearest surface water  |
| Pit Liner Thickness:  | null Below-Grade Tonk: \                                       | okumebbls;  | Construction Material  |
| 12. Ch  | eck Appropriate Box to I                                       | Indicate Nature of Notice   | e. Report or Other Data  |
|   |  |   | •  |
| NOTICE O  | F INTENTION TO:<br>K □ PLUG AND ABANDO                         |   | IBSEQUENT REPORT OF:<br>DRK ☐ ALTERING CASING ☐  |
| TEMPORARILY ABANDON   | CHANGE PLANS   |   | DRILLING OPNS PANDA  |
| PULL OR ALTER CASING  | MULTIPLE COMPL   | CASING/CEME   |  |
|   |  |   | MITT   |
|   | MICHAEL CO.  |   |  |
| OTHER: /// /  | completed operations (Clear                                    | OTHER:  | and give pertinent dates, including estimated date   |
| <ol> <li>Describe proposed or<br/>of starting any propos<br/>or recompletion.</li> </ol>  | ed work). SEE RULE 1103.                                       | ly state all pertinent details,   | and give pertinent dates, including estimated date Attach wellbore diagram of proposed completion  |
| <ol> <li>Describe proposed or<br/>of starting any propos<br/>or recompletion.</li> </ol>  | ed work). SEE RULE 1103.                                       | ly state all pertinent details,   | and give pertinent dates, including estimated date Attach wellbore diagram of proposed completion  |
| 13. Describe proposed or<br>of starting any propos  | ed work). SEE RULE 1103.                                       | ly state all pertinent details,   | and give pertinent dates, including estimated date Attach wellbore diagram of proposed completion  |
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| 13. Describe proposed or of starting any propose or recompletion.  See Affinition  I hereby certify that the inform grade tank has been will be constructed.      | ed work). SEE RULE 1103.                                       | ty state all pertinent details, in For Multiple Completions:  ete to the best of my knowled galdelines [], a general permit | and give pertinent dates, including estimated date Attach wellbore diagram of proposed completion  Attach well be attached attach |
| 13. Describe proposed or of starting any propose or recompletion.  See Affinition  I hereby certify that the inform grade tank has been will be constructed.      | ation above is true and complete or closed according to NMOCI  | ty state all pertinent details, in For Multiple Completions:  ete to the best of my knowled galdelines [], a general permit | and give pertinent dates, including estimated date Attach wellbore diagram of proposed completion  Attach well be attached attach |
| 13. Describe proposed or of starting any propose or recompletion.  Size Affinition  Size Affinition  Signature  Signature  Type or print name  For State Use Only | ation above is true and completed or closed according to NMOCI | ete to the best of my knowled gathelines [], a general permit []  TITLE Manager  E-mail address: #19915                     | and give pertinent dates, including estimated date  Attach wellbore diagram of proposed completion  Attach wellbore diagram of proposed completion  decreased by the standard of the standard date of  |
| 13. Describe proposed or of starting any propose or recompletion.  See Affinition  Signature  Type or print name  For State Use Only                              | ation above is true and complete or closed according to NMOCI  | ete to the best of my knowled gathelines [], a general permit []  TITLE Manager  E-mail address: #19915                     | and give pertinent dates, including estimated date Attach wellbore diagram of proposed completion  Attach well be attached attach |

Chris Williams, District Supervisor

4/24/05

## Metering & Testing Services, Inc. Certification

| Company: Yexas LPG         | Lenee: NA               | Date: 3-31-08                |
|----------------------------|-------------------------|------------------------------|
| County: Lee                | State: New Mexico       | Location: Hobbs New mexico   |
| Purchaser; N.A.            | Dead Weight SER:        | Station Number: N.A.         |
| Make of Meter: Barton      | Serial Number: P-14     | Gas Gravity: N.A.            |
| Officential Range:         | Static Range: 0-1000#   | Temperature Range: NA        |
| Average Differential: N.A. | Average Static: N.A.    | Average Temperature: N.A.    |
| Line Size: N.A.            | Upatreem: N.A.          | Downstream: N.A.             |
| Ortifice Stze: N.A.        | Orllice Condition: N.A. | Beel Condition: N.A.         |
| Flange or Pipe Tape: NA    | Venes: N.A.             | Calculated Bota Ratio: N.A.  |
| Pen Arc: OK                | Pen Dreg: OK            | Clock Rotation: Programmable |

Calibration Data

| Differential |     | Static |              |      | Tomporature |       |       |            |
|--------------|-----|--------|--------------|------|-------------|-------|-------|------------|
| Found        | DAW | Left   | <b>Found</b> | DAW  | Left        | Found | Thorm | Left       |
|              |     |        | 0            | 0    | Same        | 1     |       | came       |
|              |     |        | 200          | 200  | 200         | l     |       | <b>J.I</b> |
|              |     |        | 400          | 400  | 400         | - }   |       |            |
|              |     |        | 600          | 600  | 600         |       |       |            |
|              |     |        | 800          | 800  | 800         | I     |       |            |
|              |     |        | 1000         | 1000 | 1000        |       |       |            |
|              |     |        | 700          | 700  | 700         | 1     |       |            |
|              |     |        | 500          | 500  | 500         |       |       |            |
|              |     |        | 300          | 300  | 300         | i     |       |            |
|              |     | •      | 100          | 100  | 100         | 1     |       |            |
|              |     |        | 0            | Ö    | Ö           |       |       |            |
|              |     |        |              |      | <b>.</b>    |       |       |            |

Meter (was ) in calibration as found

Toeter: Tom Duncan

Witness:

Witness:

## Texas LPG Storage Company 31055 State LPG Storage Well No. 1 MIT Test

Date: 4-20-05

OGRID No. 218000 API No. 30-025-35954

Cavern Capacity: 201,013 Barrels Pressure Media: 12,000 gallons propane

4-7-05: Well 1 was made ready for the MIT test. The tubing and product outlet lines were blinded off for the test. Propane was injected into the cavern increasing the pressure from 30 pounds on the casing to 500 pounds. The tubing pressure was increased from 0 to 460 pounds.

The well stabilized overnight.

4-8-05: Propane was injected into the cavern and increased the casing pressure from 880 pounds to 938 pounds. The tubing pressure increased from 430 pounds to 485 pounds. The well stabilized and was put on test. See the attached charts for pressure readings.

Ken Parker

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