

NOBIS OGD

JUL 11 2012

RECEIVED

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

| |
|---|
| WELL API NO. 30-025-08800 ✓ |
| 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 State A A/C 2 ✓ |
| 8. Well Number 46 ✓ |
| 9. OGRID Number 14591 ✓ |
| 10. Pool name or Wildcat JalmatTanYates7-Rivers/Eunice 7 Rvrs QueenSoi |
| 11. Elevation (Show whether DR, RKB, RT, GR, etc.) |

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
Merit Energy Company

3. Address of Operator
13727 Noel Road, Ste. 500
Dallas, TX 75240

4. Well Location
Unit Letter N : 660 feet from the South line and 1980 feet from the West line
Section 5 Township 22S Range 36E NMPM County Lea

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: Downhole Commingle ☒

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.

Drill out CIBP and commingle well 5/16/2012.

DAC-4398

Spud Date:

Rig Release Date:

05/18/2012

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

SIGNATURE

Matt Ogden

TITLE Regulatory Analyst

DATE 07/10/2012

Type or print name Matt Ogden

E-mail address: matt.ogden@meritenergy.com

PHONE: (972)628-1603

For State Use Only

APPROVED BY:

[Signature]

TITLE

PETROLEUM ENGINEER

DATE

JUL 17 2012

Conditions of Approval (if any):

JUL 17 2012