

Submit 3 Copies 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
May 27, 2004

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

WELL API NO.	30-041-20907
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>	
6. State Oil & Gas Lease No.	
7. Lease Name or Unit Agreement Name PETERSON 31	
8. Well Number	1
9. OGRID Number	22521
10. Pool name or Wildcat PETERSON, FUSSELMAN, SOUTH 50358	

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 DRY AFTER TESTING

2. Name of Operator
TEXAKOMA OIL & GAS CORPORATION

3. Address of Operator
5400 LBJ FREEWAY, SUITE 500, DALLAS, TX 75240

4. Well Location
Unit Letter B : 660 feet from the NORTH line and 1980 feet from the EAST line
Section 31 Township 5S Range 33E NMPM County ROOSEVELT

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
4383' GR

Pit or Below-grade Tank Application ☐ or Closure ☐

Pit type _____ 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 _____

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 ☐

OTHER: Shut-In ☐

SUBSEQUENT REPORT OF:

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

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 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

COMPLETION WORK STARTED ON OCTOBER 12, 2004 AND CONTINUED UNTIL JANUARY 6, 2005. IN THE INTERIM PERIOD BOTH THE FUSSELMAN FORMATION AND THE STRAWN LIME FORMATIONS WERE COMPLETION TESTED THROUGH CASING (see C-105 Form Attached). BOTH ZONES TESTED MOSTLY WATER AND UNECONOMIC OIL AND GAS SHOWS AFTER ACID STIMULATION AND SWABBING BACK ALL LOAD FLUIDS UNTIL THE FLUID BECAME FORMATION WATER. AFTER FURTHER EVALUATION OF THE TESTING RESULTS IT HAS BEEN DECIDED TO SALVAGE ALL OF THE CASING, TUBING AND WELLHEAD EQUIPMENT AS SOON AS EQUIPMENT IS AVAILABLE. THERE MAY BE 6200' OF SALVAGE 5 1/2" CASING, 7800' OF 2 7/8" TUBING AND THE WELLHEAD, THAT AT CURRENT REPLACEMENT COST WOULD BE VALUED AT \$100,000 LESS SALVAGE COST.

BECAUSE THIS IS A REMOTE AREA OF INDUSTRY ACTIVITY, WE HAVE NOT BEEN ABLE TO SECURE EQUIPMENT TO ATTEMPT THE SALVAGE WORK AND TO THEN PERMANENTLY PLUG AND ABANDON THE WELL. IT IS REQUESTED THAT THE WELL BE GIVEN A "TEMPORARY ABANDONMENT" STATUS UNTIL SUCH TIME AS WE CAN SECURE EQUIPMENT AND PERMANENTLY ABANDON THE WELL OR IN THE ALTERNATIVE DETERMINE IF THERE ARE OTHER PARTIES INTERESTED IN BUYING THE WELL FOR SALVAGE VALUE. THIS COULD TAKE SIX MONTHS UP TO A YEAR BECAUSE OF CURRENT EQUIPMENT SCARCITY.

THERE HAS NOT BEEN ANY PERMANENT SURFACE EQUIPMENT INSTALLED AT THE SITE AND THE LINED RESERVE PIT WILL BE CLOSED AS SOON AS IT IS DRY AND EQUIPMENT IS AVAILABLE.

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 constructed will be closed according to NMOC guidelines ☒ a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE Tom Sprinkle TOM SPRINKLE TITLE DRILLING MANAGER DATE 4/29/05

Type or print name
For State Use Only

E-mail address: tsprinkle@texakoma.com Telephone No. 972-764-3828

APPROVED BY: Chris Williams TITLE Dist. Supervisor DATE 5/24/05
Conditions of Approval (if any): Must be P&A'd by August 1, 2005