

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.  
30-025-08327

5. Indicate Type of Lease  
STATE ☒ FEE ☐

6. State Oil & Gas Lease No.  
NA

7. Lease Name or Unit Agreement Name

Hobbs "O" State

8. Well Number 1

9. OGRID Number  
161968

10. Pool name or Wildcat  
Saunders

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  
Mesquite SWD, Inc.

3. Address of Operator  
P.O. Box 1479, Carlsbad, New Mexico 88221-1479

4. Well Location

Unit Letter C : 1980 feet from the West line and 660 feet from the North line  
Section 35 Township 14-S Range 33-E NMPM County Lea

11. Elevation (Show whether DR, RKB, RT, GR, etc.)  
4,187'

Pit or Below-grade Tank Application ☐ or Closure ☒

Pit type STEEL Depth to Groundwater 105' Distance from nearest fresh water well over 1000' Distance from nearest surface water over 1000'

Pit Liner Thickness: STEEL mil Below-Grade Tank: Volume bbls; Construction Material STEEL

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: ☐

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.

07/01/05 Notified OCD, Sylvia Dickey. MIRU Triple N rig #25 and plugging equipment. NU BOP. RIH w/ 315 jts 2 3/8" workstring. RU cementer and circulated hole w/ mud. Pumped 40 sx C cmt 9,901 - 9,495'. POOH w/ 30 stands and SDFN.

07/05/05 Notified OCD, Billy Pritchard. RIH w/ tubing, tagged cement @ 9,913'. Pumped 40 sx C cmt 9,901 - 9,495'. POOH w/ 30 stands and WOC 3 hrs. RIH w/ tbg and tagged cmt @ 9,504'. POOH w/ tbg. RIH w/ wireline, cut csg @ 6,474'. POOH w/ wireline.

07/06/05 Notified NMOCD, Gary Wink. ND BOP, ND wellhead. PU on casing, no movement. RU csg jacks. Worked casing, stretch indicating 2,786'. RD csg jacks. NU wellhead and RIH w/ packer to 1,005'. Loaded hole, set packer, unable to establish @ 1,500 psi. POOH w/ packer. RIH w/ tbg to 6,535' and pumped 30 sx C cmt 6,535 - 6,231'. POOH w/ tbg. RIH w/ wireline and tagged cmt @ 6,228'. PUH and cut csg @ 5,001'. POOH w/ wireline. ND wellhead. RU casing jacks, and worked casing, not free. RIH w/ packer to 1,005'. Loaded hole, set packer, unable to establish @ 1,500 psi. Pumped 30 sx C cmt 5,038 - 4,761'. POOH w/ tbg.

07/07/05 Notified OCD, Billy Pritchard. Tagged cmt @ 4,767'. Perforated @ 4,346'. Unable to establish rate at 1,500 psi. Pumped 30 sx C cmt @ 4,398'. WOC and tagged cmt @ 4,110'. Cut casing @ 2,903'. POOH w/ 5 1/2" casing. RIH w/ tbg and pumped 40 sx C cmt @ 2,953'. WOC and tagged cmt @ 2,783'. Pumped 40 sx C cmt 1,701 - 1,580'. Pumped 40 sx C cmt @ 439'. POOH w/ tbg, SDFN.

07/08/05 Tagged cmt @ 304'. Pumped 20 sx C cmt 60' to surface. RDMO. Cut off wellhead, install dry hole marker. Cut off anchors.

Approved as to plugging of the Well Bore.  
Liability under bond is retained until  
surface restoration is completed.

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 Clay L. Wilson TITLE Vice President DATE 8/9/05

Type or print name Clay L. Wilson E-mail address: clay@pccnm.com Telephone No. 505-885-3996

For State Use Only

APPROVED BY: Gary W. Wink TITLE OC FIELD REPRESENTATIVE II/STAFF MANAGER AUG 11 2005  
Conditions of Approval (if any):