

Submit 1 Copy To Appropriate District Office  
 District I - (575) 393-6161  
 1625 N. French Dr., Hobbs, NM 88240  
 District II - (575) 748-1283  
 811 S. First St., Artesia, NM 88210  
 District III - (505) 334-6178  
 1000 Rio Brazos Rd., Aztec, NM 87410  
 District IV - (505) 476-3460  
 1220 S. St. Francis Dr., Santa Fe, NM 87505

HOBBS OFFICE

NOV 19 2012

RECEIVED

State of New Mexico  
 Energy, Minerals and Natural Resources  
**CONSERVATION DIVISION**  
 1220 South St. Francis Dr.  
 Santa Fe, NM 87505

Form C-103  
 Revised August 1, 2011

WELL API NO. <b>30-025-03636</b>	
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 <b>Pray SWD</b>	
8. Well Number <b>002</b>	
9. OGRID Number <b>21566</b>	
10. Pool name or Wildcat <b>SWD; Devonian</b>	
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 <input type="checkbox"/> Gas Well <input type="checkbox"/> Other <input checked="" type="checkbox"/> <b>SWD</b>	
2. Name of Operator <b>John R. Stearns dba Stearns</b>	
3. Address of Operator <b>HC 65, Box 988 Crossroads, New Mexico 88114</b>	
4. Well Location Unit Letter <b>C</b> : <b>660</b> feet from the <b>North</b> line and <b>1980</b> feet from the <b>West</b> line Section <b>5</b> Township <b>10S</b> Range <b>36E</b> NMPM <b>Lea</b> County	
11. Elevation (Show whether DR, RKB, RT, GR, etc.)	

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

<b>NOTICE OF INTENTION TO:</b> PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input checked="" type="checkbox"/> TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/> PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPL <input type="checkbox"/> DOWNHOLE COMMINGLE <input type="checkbox"/>		<b>SUBSEQUENT REPORT OF:</b> REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/> COMMENCE DRILLING OPNS. <input type="checkbox"/> P AND A <input type="checkbox"/> CASING/CEMENT JOB <input type="checkbox"/>	
OTHER: <input type="checkbox"/>		OTHER: <input type="checkbox"/>	

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.

**Stearns propose to plug and abandon as follows**  
 Clean out as needed to 12195' x Spot 25sx cmt plug x Pull tubing x WOC x Tag cmt plug x 12095' or above x Displace well with gelled brine water x Spot 25sx cmt plug at 10765' x Pull tubing x Perforate at 7470' x Squeeze w/ 35 sx cmt x WOC X tag plug Cut and pull 5 1/2" casing from 4185'+ or - x Spot 50 sx cmt at 4135' (Casing stub and Intermediate Shoe plug)  
 WOC x tag plug 4085' or above x Pull tubing to 2770' (Base of Salt)x spot 30sx cmt plug x Pull tubing to 2270'(Top of Salt)  
 Spot 30sx cmt plug x Pull tubing to 1375' (8 5/8" casing stub) Spot 45sx cmt x Pull tubing x WOC x tag plug at 1275' or above  
 Pull tubing to 382' (Surface casing shoe)x Spot 50sx cmt x Pull tubing x WOC x tag plug at 282' or above  
 Pull tubing to 60' x Circulate cement to surface x 30sx cmt  
 Cut off well head and service unit anchors x Clean and level location for release  
 Enclosed before and after well diagrams x C144 CLEZ

Oil Conservation Division - Hobbs office: **Must be Notified 24 hours prior** to the beginning of Plugging Operations begin.

Spud Date:  Rig Release Date:

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

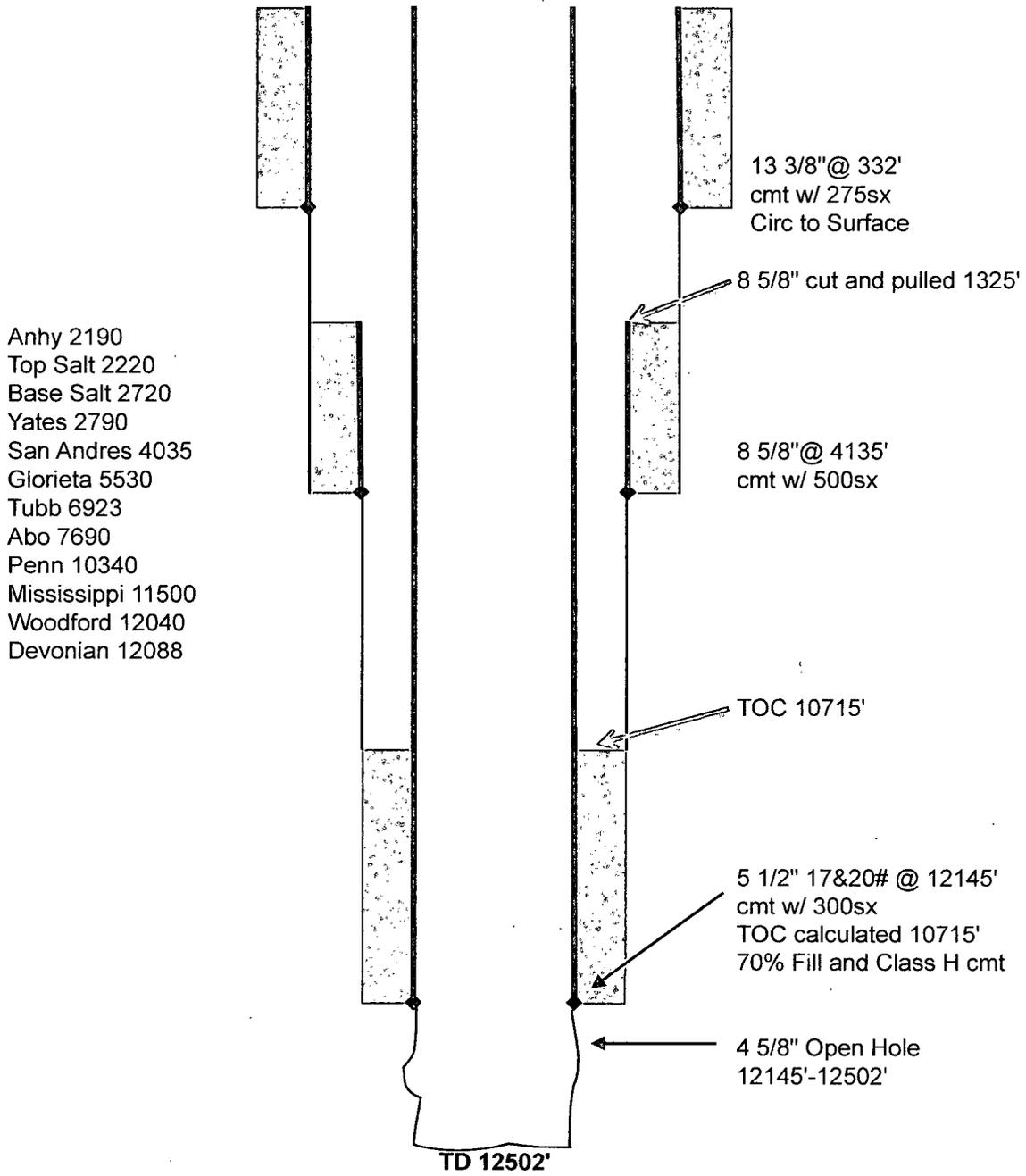
SIGNATURE Billy E. Prichard TITLE Agent for Stearns DATE 11/15/2012

Type or print name **Billy E. Prichard** E-mail address: billy@pwllc.net PHONE: **432-934-7680**

APPROVED BY: [Signature] TITLE Dist. Mgr. DATE 11-20-2012

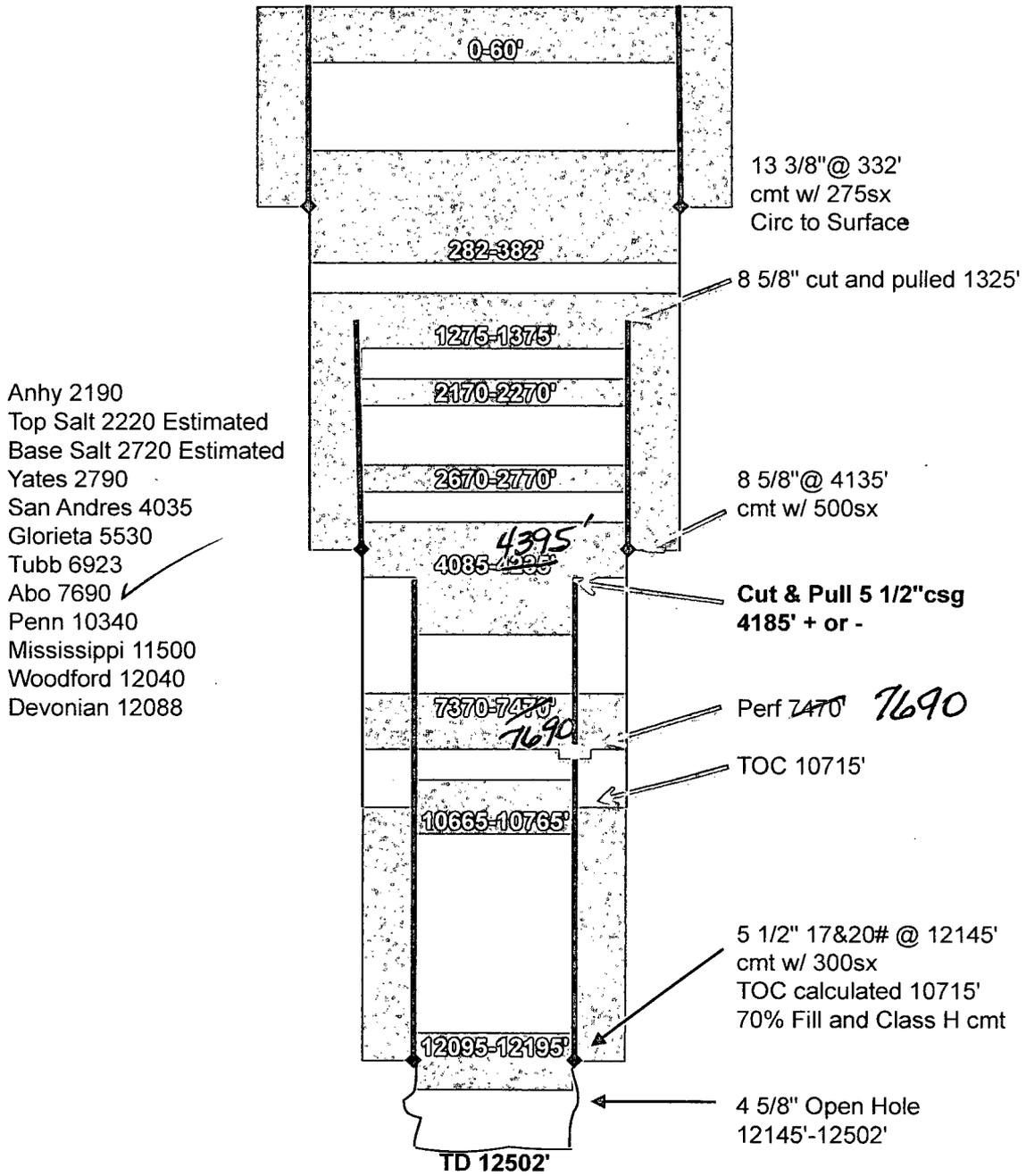
Conditions of Approval (if any):  
 NOV 29 2012 *Chm*

John R. Stearns dba Stearns  
 Pray SWD # 2  
 API # 30-025-03636  
 660 FNL X 1980 FWL  
 Unit Letter C, Section 5, T10S, R36E  
 Lea County, New Mexico  
 Prior to Plug and Abandonment



Drawing not to scale

John R. Stearns dba Stearns  
 Pray SWD # 2  
 API # 30-025-03636  
 660 FNL X 1980 FWL  
 Unit Letter C, Section 5, T10S, R36E  
 Lea County, New Mexico  
 After Plug and Abandonment



Drawing not to scale