

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

State of New Mexico
 Energy, Minerals and Natural Resources
HOBBS OGD
 OIL CONSERVATION DIVISION
 FEB 15 2013 1220 South St. Francis Dr.
 Santa Fe, NM 87505

Form C-103
 Revised August 1, 2011

RECEIVED

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 checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>		WELL API NO. 30-025-40852
2. Name of Operator Marshall & Winston, Inc.		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
3. Address of Operator P. O. Box 50880, Midland, TX 79710-0880		6. State Oil & Gas Lease No.
4. Well Location Unit Letter <u>A</u> : <u>660</u> feet from the <u>North</u> line and <u>250</u> feet from the <u>East</u> line Section <u>16</u> Township <u>19S</u> Range <u>35E</u> NMPM County <u>Lea</u>		7. Lease Name or Unit Agreement Name Klein 16 State
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3787' GR		8. Well Number <u>2H</u> 9. OGRID Number <u>14187</u> 10. Pool name or Wildcat <u>Scharb; Bone Spring</u>

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: Commence Drilling OTHER: Release Rig

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.

12/04/12 Spud hole @ 7:30 AM.

12/08/12 Drill to 1700'. Ran 47 jts 13 3/8" J55 54.5# csg. Set @ 1800'. Cmt w/ 20 BFW, lead w/ 1285 sx Class C + 4% PF20 + 2% PF1 + 0.125 pps PF29 + 0.25 pps PF46. Tail w/ 200 sx Class C + 1% PF1. Displace w/ 272 BFW. Circ 508 sx back to surface. WOC 18 hrs.

12/10/12 Test BOP, csg & choke manifold to 500#.

12/14/12 Drill to 3822'. Ran 100 jts 9 5/8" 40# N80 csg. Set @ 3822'. Cmt w/ 20 BFW, lead w/ 1450 sx 35:65 Class C + 5% PF44 (BWOW) + 6% PF20 + 3# PF42 + .125# PF29 + 1% PF1. Tail w/ 200 sx Class C + .2% PF13. Displace w/ 287 BFW. Circ 575 sx cmt to surface. WOC 18 hrs. Test choke manifold to 250# low & 1000# high.

12/15/12 Pressure test csg to 1000#.

12/21/12 Open hole log w/ Schlumberger.

12/30/12 Drill to TD 13,940' - PBDT 13645'.

01/01/13 Ran 335 jts 5 1/2" P-110 17# csg. Set @ 13771'.

01/02/13 Cmt w/ 20 bbl chemical wash spacer, lead w/ 1515 sx Poz H + 5% PF44 + 10% PF20 + .2% PF13 + .2% PF153 + 3# PF42 + 1/8# PF29 + 1/4# PF46. Tail w/ 1416 sx Poz H + 2% PF20 + .7% PF606 + .2% PF65 + 1/4# PF46 + .2% PF153 + .1% PF13. Circ 652 sx to surf. WOC 18 hrs.

01/03/13 Release rig @ 2:00 PM.

Spud Date: 12/04/12

Rig Release Date: 01/03/13

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

SIGNATURE [Signature] TITLE Engineer DATE 02/13/13

Type or print name Gabe Herrera E-mail address: gherrera@mar-win.com PHONE: 432-684-6373

For State Use Only

APPROVED BY: [Signature] TITLE Petroleum Engineer DATE FEB 18 2013

Conditions of Approval (if any):