

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

HOBBS OCD

MAY 24 2013

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| WELL API NO. 30-025-23409 |
| 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 East Pearl Queen Unit |
| 8. Well Number 57 |
| 9. OGRID Number 25482 |
| 10. Pool name or Wildcat Pearl Queen |
| 11. Elevation (Show whether DR, RKB, RT, GR, etc.) |
| Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/> |
| Pit type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water N/A _____ |
| Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____ |

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
State of New Mexico formerly Xeric Oil & Gas Corporation

3. Address of Operator
1625 N. French Drive Hobbs NM 88240

4. Well Location
Unit Letter K : 2535 feet from the South line and 1325 feet from the West line
Section 34 Township 19S Range 35E NMPM County Lea

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

Pit or Below-grade Tank Application or Closure

Pit type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water N/A _____

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

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

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| <p>APPROVED FOR INTENTION TO:</p> <p>PERMITTED AND ABANDON <input type="checkbox"/></p> <p>LIABILITY UNDER BOND IS RETAINED PENDING RECEIPT OF C-103 (SPECIFICALLY FOR SUBSEQUENT REPORT OF WELL PLUGGING) WHICH MAY BE FOUND AT OCD WEB PAGE <input type="checkbox"/></p> <p>www.emnrd.state.nm.us/oed</p> | <p>SUBSEQUENT REPORT OF:</p> <p>REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/></p> <p>COMMENCE DRILLING OPNS. <input type="checkbox"/> P AND A <input checked="" type="checkbox"/></p> <p>CASING/CEMENT JOB <input type="checkbox"/></p> <p>OTHER: <input type="checkbox"/></p> |
|---|--|

13. Describe purpose of starting any proposed or recompletion.

Provide all pertinent details, and give pertinent dates, including estimated date of multiple completions: Attach wellbore diagram of proposed completion

- 4/17/13---EOT @ 4271' - spot 25 sxs WOC & Tag @ 4165'. EOT @ 3818' - spot 25 sxs WOC & Tag @ 3650'. Perf @ 1800' EOT w/ pkr @ 1488', could not establish pumping rate - pressured up to 1200 psi.
- 4/18/13---RIH open ended to 1876' - spot 30 sxs WOC & Tag @ 1691'. Perf @ 450' - sqz 120 sxs until cmt came to surface.
- 4/19/13---Took bull head off of well top off w/ hose. RDMO.

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 [Signature] TITLE P&A Tech (Basic Energy Services) DATE 5/06/13

Type or print name: Greg Bryant E-mail address: _____ Telephone No. 432-563-3355

APPROVED BY: [Signature] TITLE DIST. MGR DATE 5-29-2013

Conditions of Approval (if any): _____