

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

HOBBS OCD

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

SEP 09 2013

WELL API NO. 30-025-39959
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 Tres Papalotes
8. Well Number 001
9. OGRID Number 288774
10. Pool name or Wildcat Tres Papalotes Upper Penn West 59873

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 PPC Operating Company LLC.

3. Address of Operator 4700 W. Sam Houston Pkwy N. Ste. 140

4. Well Location
 Unit Letter F: 1980 feet from the North line and 1980 feet from the West line
 Section 32 Township 14S Range 34E NMPM County Lea

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
 4140 GL

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

NOTICE OF INTENTION TO:	SUBSEQUENT REPORT OF:
PERFORM REMEDIAL WORK <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>
PLUG AND ABANDON <input checked="" type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>
CHANGE PLANS <input type="checkbox"/>	P AND A <input checked="" type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>
MULTIPLE COMPL <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 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

- 1. PooH. Tbg. set CIBP. 10,286' cap ^{25sx5} sx. Cmt. Circulate hole mud laden fluid.
- 2. Puh. to 9,200' spot 25 sx Cmt.
- 3. Puh. to 7,000' spot 25 sx. Cmt.
- 4. Puh. to 4,452' spot 30 sx. Cmt. WOC & Tag.
- 5. Perf. & Sqz. 45 sx. Cmt. 1,800' WOC & Tag.
- 6. Perf. & Sqz. 45 sx Cmt. 1,200' WOC & Tag.
- 7. Perf. & Sqz. 65 sx. Cmt. 505' WOC & Tag.
- 8. Perf. & Sqz. 30 sx. Cmt. 60' to 3'
- 9. Cut & Cap well install dry hole marker.

or circ inside to out to surface and skip step 8.

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 _____ (Basic Energy Services) DATE 9-5-13

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

APPROVED BY: [Signature] TITLE Compliance Officer DATE 9/12/2013
 Conditions of Approval (if any): _____

OIL CONSERVATION DIVISION - Hobbs office **Must Be Notified**
 24 hours prior to the beginning of Plugging Operations.

SEP 12 2013

P.M.
 [Handwritten mark]

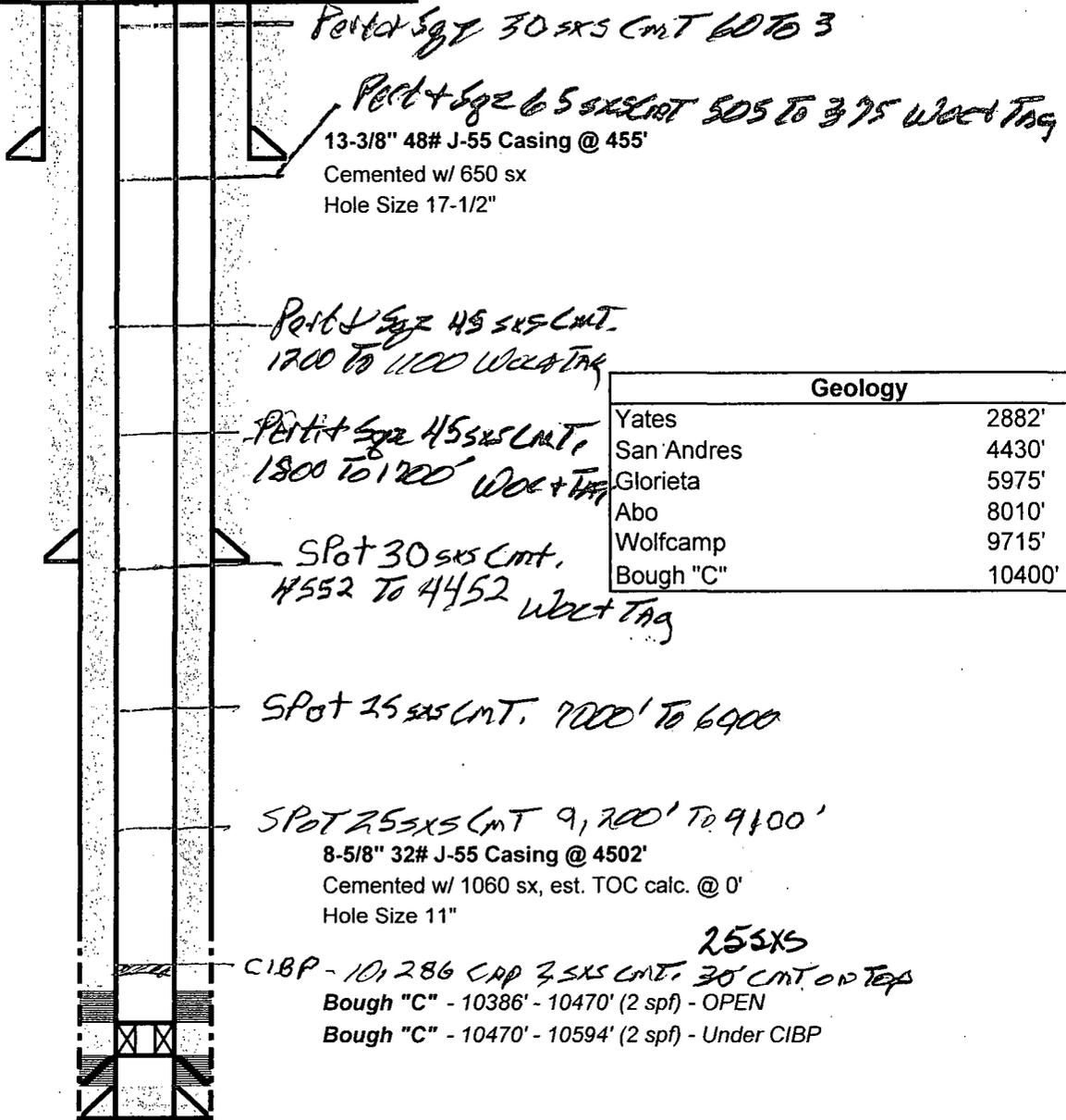
Current
 PPC Operating
 Tres Papalotes #1

Lea County, New Mexico
 1980' FWL & 1980' FNL Sec. 32, T14S, R34E (F)

GL - 4140'
 KB - 1737'

LAT - N 33.06276
 LONG - W 103.534

Spud Date: 1/3/2011



Geology	
Yates	2882'
San Andres	4430'
Glorieta	5975'
Abo	8010'
Wolfcamp	9715'
Bough "C"	10400'

SN @ 10414' in 2-7/8"
 TBG @ 10432'

CIBP @ 10490'
 w/ 20' cement

Current PBD - 10470'
 Old PBD - 10617'
 TD - 10637'

5-1/2" 17# J-55/N-80 Casing @ 10637'
 Cemented w/ 830 sx, TOC @ 2816' (cbl)
 Hole Size 7-7/8"

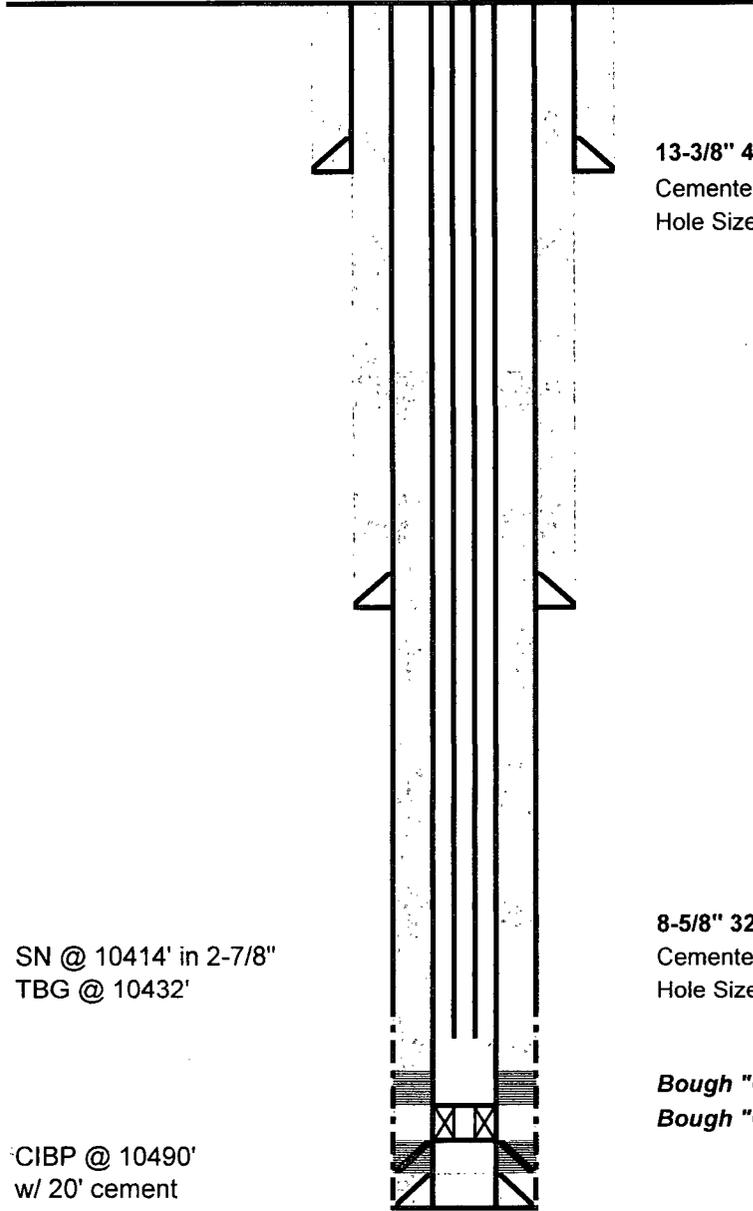
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GL - 4140'
 KB - 1737'

LAT - N 33.06276
 LONG - W 103.534

Spud Date: 1/3/2011



13-3/8" 48# J-55 Casing @ 455'
 Cemented w/ 650 sx
 Hole Size 17-1/2"

Geology	
Yates	2882'
San Andres	4430'
Glorieta	5975'
Abo	8010'
Wolfcamp	9715'
Bough "C"	10400'

SN @ 10414' in 2-7/8"
 TBG @ 10432'

8-5/8" 32# J-55 Casing @ 4502'
 Cemented w/ 1060 sx, est. TOC calc. @ 0'
 Hole Size 11"

CIBP @ 10490'
 w/ 20' cement

Bough "C" - 10386' - 10470' (2 spf) - OPEN
Bough "C" - 10470' - 10594' (2 spf) - Under CIBP

Current PBTD - 10470'
 Old PBD - 10617'
 TD - 10637'

5-1/2" 17# J-55/N-80 Casing @ 10637'
 Cemented w/ 830 sx, TOC @ 2816' (cbl)
 Hole Size 7-7/8"

60
8518

Well History

1/2/2011 Spud Well

1/3/2011 Drilled 17-1/2" hole, set 13-3/8", 48#, J-55 csg @ 455'
Cemented with 650 sacks of Class C

1/9/2011 Drilled 11" hole, set 8-5/8", 32#, J-55 csg @ 4502'
Cemented with 1060 sacks of Class H

1/17/2011 Drilled 7-7/8" hole, set 5-1/2", 17#, J-55/N-80 csg @ 10637'
Cemented with 830 sacks of Class H

2/7/2011 Rig Released

3/16/2011 Perforated 10386' - 10594', 2 SPF

3/17/2011 Acidized w/ 5000 gal 15% HCl

3/21/2011 RIH with tbg, pump & rods. 2-7/8" tbg set @ 10560'
Packer set @ 10540'

6/7/2011 Suspected csg leak, set plug @ 10565', set pkr @ 10290
Run GR/CBL from 10276' - 2500', no comm.
Sset CIBP @ 10490', dump bail 20' of cement on top.
New PBTD of 10470'
PU tbg, pump and rods. Tbg set at 10432', SN @ 10414'