

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

HOBBS OCD
JAN 06 2014
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 type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other SWD		WELL API NO. 30-025-22454 5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/> 6. State Oil & Gas Lease No.
2. Name of Operator Kevin O Butler & Assoc, Inc		7. Lease Name or Unit Agreement Name Anderson, E.B.
3. Address of Operator 550 W Texas, Suite 660, Midland, TX 79702		8. Well Number 002
4. Well Location Unit Letter <u>M</u> : <u>990</u> feet from the <u>South</u> line and <u>990</u> feet from the <u>West</u> line Section <u>6</u> Township <u>13S</u> Range <u>38E</u> NMPM County Lea		9. OGRID Number 12627
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3859' GR		10. Pool name or Wildcat SWD (Wolfcamp)

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

NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK <input checked="" type="checkbox"/> PLUG AND ABANDON <input 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"/> CLOSED-LOOP SYSTEM <input type="checkbox"/> OTHER: <input type="checkbox"/>	SUBSEQUENT REPORT OF: 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"/>
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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.

Our proposed procedure is as follows:

1. Test anchors & RU Joe's Well Service.
2. NU BOP. Tally & PU fish overshot and TIH w/ work string.
3. Tag up top of fish and attempt to fish tbg & Lok-set pkr @9426'
4. If attempt is successful, apply for SWD application with NMOCD.
5. If attempt to fish & clean out well is not successful, file for approval with NMOCD to plug and abandon.

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 M.Y. Merchant TITLE Agent DATE 01/06/2014

Type or print name M.Y. Merchant E-mail address: mymerch@penrocoil.com PHONE: 575-492-1236

For State Use Only
 APPROVED BY: Mary Brown TITLE Compliance Officer DATE 1-6-2014
 Conditions of Approval (if any):

DEC 06 2013