

Submit One Copy To Appropriate District Office
 District I
 1625 N. French Dr., Hobbs, NM 88240
 District II
 811 S. First St., Artesia, NM 88210
 District III
 1000 Rio Brazos Rd., Aztec, NM 87410
 District IV
 1220 S. St. Francis Dr., Santa Fe, NM 87505

HOBBS OCD
NOV 18 2013
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 November 3, 2011

WELL API NO. 30-025-40400 ✓
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. 39009
7. Lease Name or Unit Agreement Name WC 35 State ✓
8. Well Number 1 ✓
9. OGRID Number 256512 ✓
10. Pool name or Wildcat Sanmal; San Andres ✓

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
CML Exploration, LLC ✓

3. Address of Operator
P.O. Box 890
Snyder, Texas 79550

4. Well Location
 Unit Letter J : 2225 feet from the SOUTH line and 1960 feet from the EAST line
 Section 35 Township 17S Range 33E NMPM _____ County LEA

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
 4185' RKB

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"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	P AND A <input checked="" type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>	

OTHER: See attached P&A Procedure Location is ready for OCD inspection after P&A

- All pits have been remediated in compliance with OCD rules and the terms of the Operator's pit permit and closure plan.
- Rat hole and cellar have been filled and leveled. Cathodic protection holes have been properly abandoned.
- A steel marker at least 4" in diameter and at least 4' above ground level has been set in concrete. It shows the

OPERATOR NAME, LEASE NAME, WELL NUMBER, API NUMBER, QUARTER/QUARTER LOCATION OR UNIT LETTER, SECTION, TOWNSHIP, AND RANGE. ALL INFORMATION HAS BEEN WELDED OR PERMANENTLY STAMPED ON THE MARKER'S SURFACE.

- The location has been leveled as nearly as possible to original ground contour and has been cleared of all junk, trash, flow lines and other production equipment.
- Anchors, dead men, tie downs and risers have been cut off at least two feet below ground level.
- If this is a one-well lease or last remaining well on lease, the battery and pit location(s) have been remediated in compliance with OCD rules and the terms of the Operator's pit permit and closure plan. All flow lines, production equipment and junk have been removed from lease and well location.
- All metal bolts and other materials have been removed. Portable bases have been removed. (Poured onsite concrete bases do not have to be removed.)
- All other environmental concerns have been addressed as per OCD rules.
- Pipelines and flow lines have been abandoned in accordance with 19.15.35.10 NMAC. All fluids have been removed from non-retrieved flow lines and pipelines.
- If this is a one-well lease or last remaining well on lease: all electrical service poles and lines have been removed from lease and well location, except for utility's distribution infrastructure.

When all work has been completed, return this form to the appropriate District office to schedule an inspection.

SIGNATURE Jordan Owens TITLE ENGINEER DATE 11/14/2013

TYPE OR PRINT NAME JORDAN OWENS E-MAIL: owensj@cmlexp.com PHONE: 325-573-0750

APPROVED BY: Mary Brown TITLE Compliance Officer DATE 1/8/2014

JAN 14 2014



P.O. Box 890
Snyder, Texas 79550-0890

Ofc: (325) 573-0750 ■ Fax: (325) 573-0749

HOBBS OCD

JAN 08 2014

RECEIVED

January 8, 2014

New Mexico Oil Conservation
Attn: Maxey Brown
1625 N. French St
Hobbs, New Mexico 88240

RE: WC 35 State No. 1
API # 30-025-40400
Letter of Violation - Inspection
Lea County, NM

The excess gravel and caliche has been removed and leveled on the above referenced well site as requested on your Letter of Violation dated December 6, 2013.

Please schedule this well for re-inspection and notify us of any other violations at your earliest convenience.

If you want to call and discuss any of these issues, contact me at 325-574-6295 or e-mail vonroedern@cmlexp.com.

Sincerely,

Nolan von Roeder