

District I - (575) 393-6161
District II - (575) 748-1283
District III - (505) 334-6178
District IV - (505) 476-3460

HOBBS OGD
RECEIVED
JAN 27 2014

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

WELL API NO. 30-025-28512
5. Indicate Type of Lease STATE [X] FEE []
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name State A A/C 1
8. Well Number 117
9. OGRID Number 14591
10. Pool name or Wildcat Langlie mattix SR-Q-GB
11. Elevation (Show whether DR, RKB, RT, GR, etc.) GR 3472

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 Injection [X]
2. Name of Operator Merit Energy Company
3. Address of Operator 13727 Noel Road, Ste. 1200 Dallas, TX 75240
4. Well Location Unit Letter K : 1345 feet from the West line and 1395 feet from the South line Section 3 Township 23S Range 36E NMPM County Lea
11. Elevation (Show whether DR, RKB, RT, GR, etc.) GR 3472

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 [X] 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: 6 MONTHS []

OTHER: []

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.

Merit Energy Company plans to run a MIT proving mechanical integrity. TA status will then be requested for 6 MONTHS years while planning and work is done re-activate the well in a waterflood pilot program within the Jalmat field. Thanks.

Production / Ini.
323 MONTHS OUT

Spud Date:

[Empty box for Spud Date]

Rig Release Date:

[Empty box for Rig Release Date]

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

SIGNATURE [Signature] TITLE Regulatory Analyst DATE 01/24/2014

Type or print name Matt Ogden E-mail address: matt.ogden@meritenergy.com PHONE: (972)628-1603

For State Use Only

APPROVED BY: [Signature] TITLE Compliance Officer DATE 1-28-2014

Conditions of Approval (if any):

JAN 28 2014