

Submit 1 Copy To Appropriate District Office

State of New Mexico

Form C-103

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

HOBBS OCD

Energy, Minerals and Natural Resources

Revised August 1, 2011

MAR 27 2014 CONSERVATION DIVISION

1220 South St. Francis Dr.
Santa Fe, NM 87505

RECEIVED

WELL API NO. 300-025-30870
5. Indicate Type of Lease STATE X FEE
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Red Cloud
8. Well Number 002
9. OGRID Number 14372
10. Pool name or Wildcat Jalmat Tansil Yates 7 Rivers (GAS)

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 X Other
2. Name of Operator McDonnold Operating, Inc.
3. Address of Operator 505 N. Big Spring, Suite 204, Midland TX 79701
4. Well Location Unit Letter M 660 feet from the South line and 660 feet from the West line
Section 3 Township 25S Range 37E NMPM Lea County
11. Elevation (Show whether DR, RKB, RT, GR, etc.)

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 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:

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.

8/18/2011 Move in rig up and spot equipment on location.

8/19/2011 Install BOP. POH with tubing and tally. RIH to 2709' and spot 25 sx class C Cement.

8/22/2011 RIH and tag at 2502'. Tag high enough as per Hobbs OCD. Circulated hole with brine and mud. Shut casing valve and tested casing. Held 425 psi for 15 minutes. Laid down tubing to 1322' and spotted 25 sx class C cement. WOC and tag at 982'. POH to 423' and circulate cement to surface with 30 sx class C. POH and SION.

8/23/2011 Rig down. Cut off anchors, remove wellhead, and install marker.

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

SIGNATURE Craig M. McDonald TITLE Pres. Leasing DATE 9/6/11

Type or print name Craig M. McDonald E-mail address: PHONE: 432-682-3499

APPROVED BY: Majeed Brown TITLE Compliance Officer DATE 3/27/2014

Conditions of Approval (if any): unable to find original ask for copy. mjb.

MAR 27 2014