

HOBBS OCD

APR 16 2014

Submit One Copy To Appropriate District Office

State of New Mexico

Form C-103

District I 1625 N. French Dr., Hobbs, NM 88240

RECEIVED Energy, Minerals and Natural Resources

Revised November 3, 2011

District II 811 S. First St., Artesia, NM 88210

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

District III 1000 Rio Brazos Rd., Aztec, NM 87410

District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505

WELL API NO. 30-025-37177

5. Indicate Type of Lease STATE [X] FEE []

6. State Oil & Gas Lease No. E-2446

7. Lease Name or Unit Agreement Name Hunger Buster State

8. Well Number 3

9. OGRID Number 012361

10. Pool name or Wildcat Osudo, Morrow South (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 [X] Gas Well [] Other

2. Name of Operator Kaiser-Francis Oil Company

3. Address of Operator P.O. Box 21468, Tulsa, OK 74121-1468

4. Well Location Unit Letter I 1880 feet from the South line and 660 feet from the East line Section 9 Township 21S Range 35E NMPM Lea County

11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3591 GR

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 []

SUBSEQUENT REPORT OF:

- REMEDIAL WORK [] ALTERING CASING [] COMMENCE DRILLING OPNS. [] P AND A [X] CASING/CEMENT JOB []

OTHER: []

[X] Location is ready for OCD inspection after P&A

- [X] All pits have been remediated in compliance with OCD rules and the terms of the Operator's pit permit and closure plan. [X] Rat hole and cellar have been filled and leveled. Cathodic protection holes have been properly abandoned. [X] 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.

- [X] 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. [X] Anchors, dead men, tie downs and risers have been cut off at least two feet below ground level. [X] 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. [X] All metal bolts and other materials have been removed. Portable bases have been removed. (Poured onsite concrete bases do not have to be removed.) [X] All other environmental concerns have been addressed as per OCD rules. [X] 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. [X] 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 Teresa Mixon TITLE Regulatory Compliance Analyst DATE 04-16-2014

TYPE OR PRINT NAME Teresa Mixon E-MAIL: TeresaMi@kfoc.net PHONE: 918-491-4591

APPROVED BY: [Signature] TITLE Compliance Officer DATE 04/16/2014

APR 16 2014

Whitaker, Mark A, EMNRD

From: David Zerger <DavidZ@kfoc.net>
Sent: Wednesday, April 16, 2014 12:39 PM
To: Whitaker, Mark A, EMNRD
Cc: Vince Dernbach; Dale Gann; Bill Timmerman; Billy Wilkinson; Charlotte VanValkenburg
Subject: Hunger Buster Meter run

Mark,

I spoke with Mr. Thomas Green w/ Enterprise. I let him know that we had plugged the Hunger Buster #3 and that you guys were requesting that Enterprise come get their meter run. Mr. Green said he would put it on the list. I also let them know about that piece of 10" line that stubs up out of the ground south of our their meter run. He said that it was already on their list to address.

Our regulatory department is in the process of filing the second, plugging-specific, C-103 indicating that our location has been remediated and that it is ready for inspection. They said they would have it sent in either today or tomorrow. Please let me know if anything else is needed.

Thanks,

David Zerger
Petroleum Engineer
Kaiser-Francis Oil Company
918-491-4350 Office
918-557-6708 Mobile