District I 1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720

HOBBS OCD

State of New Mexico

MAY 02 2014

Energy, Minerals and Natural Resources Department

| | | | Oil Co | nservation | Division Ho | obbs Distric | t Office | RECEI | VED | |
|-----------------------------------|--|-----------------|---------------------|---------------------------------------|------------------|----------------|----------------|----------------------------------|------------|--|
| | | Er | Operator) | Name | | T REPORT | | ³ API Number 30-025-0 | | |
| Property Name Saunders Salt Water | | | | | | | | Well No. 002 | | |
| | | - | | 7. St | urface Locatio | on | | | | |
| UL - Lot | Section 3 | Township 15S | Range 33E | · | Feet from 810 | N/S Line S | Feet From 1980 | E/W Line W | County Lea | |
| | | | | · · · · · · · · · · · · · · · · · · · | Well Status | | | | | |
| Well Status | | | SHUT-IN | | PRODUCING Swb | 4/29/2014 | | | Active SWD | |
| | OF | 'EN BRADE | NHEAD AND IN | FERMEDIATE T | FO ATMOSPHER | RE INDIVIDUALI | LY FOR 15 MIN | UTES EACH | | |
| If bradenhead | flowed wat | er, check all o | of the descriptions | OBS | SERVED DAT | ГА | | | | |
| | | (A)Sı | ırf-Interm | (B)Interm(1)-Interm(2) | | (C)Interm-Prod | | Prod Csng | (E)Tubing | |
| Pressure | | - | 0- | | | - | | 10 | 850 | |
| Flow Characteristics | | | | | | | | | | |
| Puff | | | Y / N | Y / N | | Y / N | 1 | Y / N | 1 | |
| Steady Flow | | | Y/N | Y / N | | Y / N | 1 | X/N | | |
| Surges | | | Y / N | Y / N | | Y / N | · | Y /N | | |
| Down to nothing | | | Y / N | Y / N | | Y / N | | ∑ 7/ N | | |
| Gas or Oil | | | Y / N | Y / N | | Y / N | V | Y/N | | |
| Water | | | Y / N | Y / N | | Y / N | | (Y)/ N | | |
| If bradenhead | flowed wat | er, check all o | of the descriptions | that apply: | | | | | | |
| CLEAR | | FRE | SH V | SAL | SALTY | | SULFUR | | BLACK | |
| Remarks: | led | 5 | lowly | Dow | M (4 | min) e | | | | |
| | | | | | Ŷ | OR RE | CORD |)NL* | | |
| Tested By: Re | x Smith | | | | | | | | | |
| | Rod Forem | | | | | | | | | |
| / | ,smith@epo | rgen.com | 1 | | | | | | | |
| Signature: | | ZVV2 | <u> </u> | 13 | \$ 5.8- | 14 | <u> </u> | | · | |
| Signature: | Bu | nder - | Math | ils | | - | OIL CO | ONSERVATION | N DIVISION | |

| Signature: Bund | n Mathier | OIL CONSERVATION DIVISION Entered into RBDMS | | | |
|-----------------------------|----------------------------|--|--|--|--|
| Printed name: Brenda F. Ra | | | | | |
| Title: Regulatory Analysi | t | Re-test | | | |
| E-mail Address: brenda.ratl | njen@energen.com | | | | |
| Date: 4/30/14 | Phone: 432-688-3323 | | | | |
| | Witness: | MAY \$9 2014 | | | |
| | | | | | |