

Submit 1 Copy To Appropriate District Office  
 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

State of New Mexico  
 Energy, Minerals and Natural Resources

Form C-103  
 Revised August 1, 2011

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

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.)		WELL API NO. 30-025-23391
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other SWD		5. Indicate Type of Lease STATE X FEE
2. Name of Operator DKD, LLC		6. State Oil & Gas Lease No.
3. Address of Operator PO Box 682 Tatum, NM 88267		7. Lease Name or Unit Agreement Name Shell State SWD
4. Well Location Unit Letter <u>K</u> : <u>1980</u> feet from the <u>RECEIVED</u> line and <u>1980</u> feet from the <u>West</u> line Section <u>32</u> Township <u>14S</u> Range <u>34E</u> NMPM <u>Lea</u> County		8. Well Number <u>1</u>
11. Elevation (Show whether DR, RKB, RT, GR, etc.)		9. OGRID Number 210091
10. Pool name or Wildcat SA-SWD		

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

<b>E-PERMITTING</b> P&A NR <u>PM</u> <input type="checkbox"/> P&A R <input type="checkbox"/> INT TO P&A <input type="checkbox"/> COMP <input type="checkbox"/> CSNG <input type="checkbox"/> CHG Loc <input type="checkbox"/> TA <input type="checkbox"/> RBDMS CHART <input type="checkbox"/> OTHER: <input type="checkbox"/>	<b>SUBSEQUENT REPORT OF:</b> REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/> COMMENCE DRILLING OPNS. <input type="checkbox"/> P AND A <input checked="" type="checkbox"/> XX CASING/CEMENT JOB <input type="checkbox"/> OTHER: <input type="checkbox"/>
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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.

- 7/7/2014 MIRU. Installed BOP and worked packer free.
- 7/8/2014 Killed tubing and casing with 10 lb brine. Pulled tubing and laid down 8 5/8" AD-1 packer. RIH open ended and spotted 50 sx class C cement at 4550' and SION.
- 7/9/2014 RIH and tagged cement at 4371'. Circulated MLF. POOH to 2907' and spotted 30 sx class C cement. POOH to 1810' and spotted 30 sx class C cement. POOH with tubing and perforated at 450'. Established circulation down 8 5/8" casing to perfs at 450' and up 8 5/8" X 11 3/4" annulus. Circulated cement to surface with 226 sx class C cement.
- 7/10/2014 Cut off wellhead and filled up both strings of casing to surface with 25 sx cement. Installed marker and cut off anchors.

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

SIGNATURE Danny R. Watson TITLE Pres. DATE 10/9/14

Type or print name DANNY R WATSON E-mail address: DKD.LLC@lexco.net PHONE 575-769-5024

APPROVED BY: Maley Brown TITLE Dist. Supervisor DATE 10/9/2014  
 Conditions of Approval (if any):

OCT 15 2014