

State of New Mexico
Energy, Minerals and Natural Resources

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. 30-025-04395
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator Finley Resources, Inc.		6. State Oil & Gas Lease No. NMLC-063116
3. Address of Operator 1308 Lake Street, Ste. 200, Fort Worth, Texas 76102		7. Lease Name or Unit Agreement Name Seale Federal
4. Well Location Unit Letter <u>K</u> : 1983' feet from the <u>South</u> line and 1983' feet from the <u>West</u> line Section <u>34</u> Township <u>20S</u> Range <u>36E</u> NMPM County <u>Lea</u>		8. Well Number <u>2</u>
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3609' KB		9. OGRID Number 180387
Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/>		10. Pool name or Wildcat Eumont: Yates-7 Rivers-Queen
Pit type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____ Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____		

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 ☐

OTHER: ☐

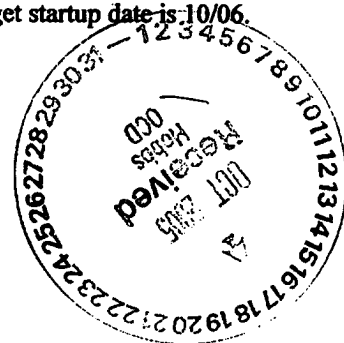
SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
 COMMENCE DRILLING OPNS. ☐ P AND A ☐
 CASING/CEMENT JOB ☐

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 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

This well is not capable of economic production in its current state. Mechanical integrity has been demonstrated (chart attached). Negotiations and preparations are underway to include this wellbore in a secondary recovery unit. Target startup date is 10/06.



I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines ☐, a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE James L. Nance TITLE: Production & Operations Engineer DATE 10/12/05

Type or print name James L. Nance E-mail address: jim.nance@finleyresources.com Telephone No. (817) 231-8727

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APPROVED BY: Hayden W. Wink OC FIELD REPRESENTATIVE II/STAFF MANAGER DATE OCT 24 2005

Conditions of Approval (if any):

