

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 July 18, 2013

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

HOBBS OCD
 AUG 27 2018
 RECEIVED

WELL API NO. 30-025-45028
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name RED HILLS SWD
8. Well Number 1
9. OGRID Number 161968
10. Pool name or Wildcat [97803] SWD; DEVONIAN-MONTOYA
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3360' GR

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 Other **SWD**

2. Name of Operator
MESQUITE SWD, INC.

3. Address of Operator **PO BOX 1479
CARLSBAD NM 88220**

4. Well Location
 Unit Letter **H**; **1500** feet from the **NORTH** line and **430** feet from the **EAST** line
 Section **5** Township **26S** Range **33E** NMPM **LEA** County

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

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input checked="" type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	P AND A <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>	
DOWNHOLE COMMINGLE <input type="checkbox"/>			
CLOSED-LOOP SYSTEM <input type="checkbox"/>			
OTHER: Change plans/tubing size <input checked="" type="checkbox"/>		OTHER: <input type="checkbox"/>	

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.

SWD-1684 authorizes the use of 5 1/2" or smaller tubing inside the surface and intermediate casing and 4 1/2" or smaller tubing inside the liner. Mesquite SWD, Inc. respectfully requests permission to run 7" tubing or smaller inside the surface and intermediate casing and 5 1/2" tubing or smaller inside the liner.

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

SIGNATURE Melanie J. Wilson TITLE Regulatory Analyst DATE 08/16/2018

Type or print name Melanie J. Wilson E-mail address: mjl692@gmail.com PHONE: 575-914-1461

For State Use Only

APPROVED BY: Maley Brown TITLE AO/I DATE 10/18/2018
 Conditions of Approval (if any):

Mesquite SWD, Inc.
Red Hills SWD No. 1: Proposed Wellbore Schematic
1500' FNL & 430' FEL (Unit H)
Section 5, T-26S, R-33E, NMPM, Lea County, NM

Surface Casing:

Hole Size: 26"
 Size: 20" 133# J-55 BTC
 Set @: 880'
 Sx. Cmt: 1980
 TOC: Surface

1st Intermediate Casing:

Hole Size: 17.5"
 Size: 13.375" 68# N-80
 Set @: 4,400'
 Sx. Cmt: 1000
 TOC: Surface

2nd Intermediate Casing

Hole Size: 12.25"
 Size: 9.625 47# P-110
 Set @: 11,700'
 Sx. Cmt: 1800
 TOC: Surface

Liner

Hole Size: 8.5"
 Size: 7.625" 39# P-110
 Set @: 11,650'-16,620'
 Sx. Cmt: 2880
 TOC: 11,650' (Liner Top)

Open Hole Injection Interval

Hole Size: 6 1/4"
 Interval: 16,620'- 17,820'

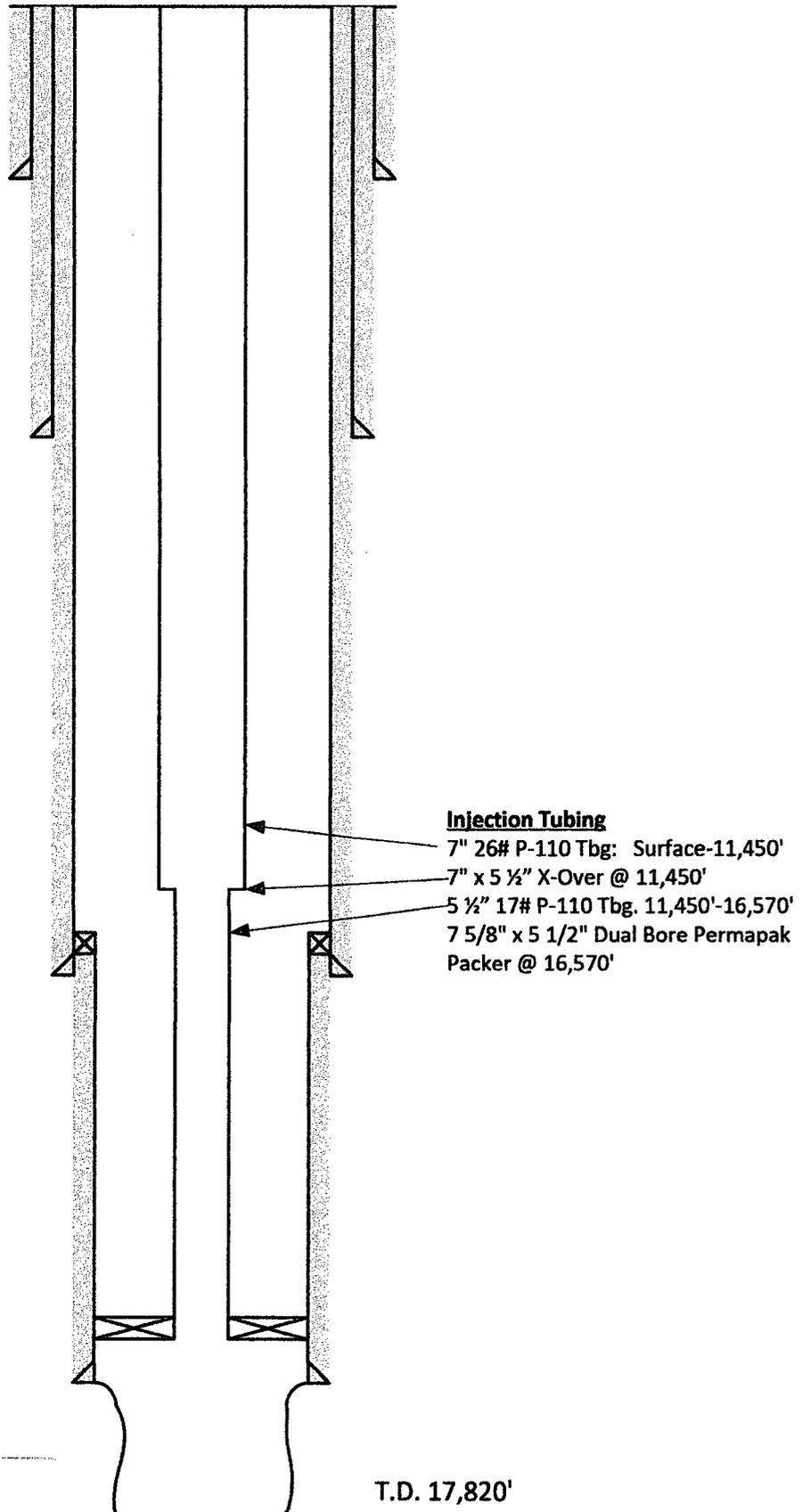


Exhibit 3

Proposed Wellbore Configuration
Application to Amend SWD-1684
Red Hills SWD Well No. 1