

District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Ave., Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

<p>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.)</p>		<p>WELL API NO. 330-025-37615</p>
<p>1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other <input type="checkbox"/></p>		<p>2. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/></p>
<p>2. Name of Operator Mewbourne Oil Company</p>		<p>3. State Oil & Gas Lease No. 7659</p>
<p>3. Address of Operator PO Box 5270 Hobbs, NM 88240</p>		<p>4. Lease Name or Unit Agreement Name Red Hawk 32 State</p>
<p>4. Well Location Unit Letter <u>A</u> : <u>660</u> feet from the <u>N</u> line and <u>660</u> feet from the <u>E</u> line Section <u>32</u> Township <u>19S</u> Range <u>34E</u> NMPM Lea County</p>		<p>5. Well Number 1</p>
<p>5. Elevation (Show whether DR, RKB, RT, GR, etc.) 3677' GL</p>		<p>6. OGRID Number 14744</p>
<p>Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/></p>		<p>7. Pool name or Wildcat Quail Ridge Morrow - 83280</p>
<p>Pit type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____</p>		
<p>Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____</p>		

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: TOC ☒

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.

Water is produced from the Morrow formation at approx 0 BPD. If water is made, it will be stored on lease in a water tank and will be trucked from this lease to the Mesquite Water Disposal at the Big Eddy Federal 100 WDW (permit #SWD461) located in Unit L, Sec 8-T21S-R28E.

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 Kristi Green TITLE Hobbs Regulatory DATE 05/22/06

Type or print name Kristi Green E-mail address: _____ Telephone No. 505-393-5905
For State Use Only

APPROVED BY: [Signature] TITLE PETROLEUM ENGINEER DATE _____
Conditions of Approval (if any): _____

MAY 30 2006