

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 87505Hobbs
OCDWELL API NO.
30-025-34232

5. Indicate Type of Lease

STATE ☒ FEE ☒

6. State Oil & Gas Lease No.

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 ☐2. Name of Operator
SOUTHWEST ROYALTIES, INC.3. Address of Operator
6 DESTA DRIVE, STE 2100, MIDLAND, TEXAS 797057. Lease Name or Unit Agreement Name
FLYING M SAN ANDRES UNIT SEC 25

8. Well Number 8

9. OGRID Number
2135510. Pool name or Wildcat
FLYING M SAN ANDRES

4. Well Location

Unit Letter K : 2030 feet from the S line and 2050 feet from the W line
Section 28 Township 9S Range 33E NMPM LEA County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)

Pit or Below-grade Tank Application ☐ or Closure ☐

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.

04-28-06

MI PU & TOH w/prod tbg. RIH w/bit and scraper and tagged btm @4607.83'. RU WL & ran GR. Perforated @ 4518' - 4520', 4526' - 4529', 4532' - 4533' 2 JSPF; TOH w/gun; rope socket pulled out of gun; lost 3-1/8" gun in hole; fished and retrieved gun; RU RBP & Baker model R pkr; TOH w/RBP & pkr 142 jts tbg; worked RBP; trying to set @ 4550'; trouble setting RBP; attempt to set @ 4550' - trouble setting RBP; got RBP to set @ 4542'.

05-04-06

TIH w/pkr set @ 4537', test plug 500#; set pkr @ 4510'; start on acd 29Bbls in 20; 35 PG balls in well; back side comm., go to flush; SI, move pkr to 4395'; load backside; treated all zones together; BO acd, lead off w/5 Bbls followed by 25 balls w/52 Bbls, 55 balls in; balled out @ 3500 PSI; SI 3 min; surged balls off perfs; RD; TOH w/pkr & plug. PU OPMA 31.40, SN 1.10, 4 jts tbg, TAC 2.57, 20 stands tbg; SION. TIH w/rest of tbg, SN 4550', btm POPMA 4582'; ND BOP; set TAC 15 pts; NU WH; PU gas anchor 1"x6"x2-1/2x1-1/2x16' RWBC pmp; TIH @ 180-3/4 tall rods 1-2'-1-4'-1-6' T-66-3/4 subs; space well; HWO. Did not start due to storm.

05-08-06

RD, clean loc; EDWC \$1431; ETWC \$52,122. Test 5/12/06 Pmpd 3 BO + 45 BW + 0 MCF

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 NMOC guidelines ☐, a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE

TITLE Operations Assistant DATE 5/17/06

Type or print name

Dawn M. Howard e-mail address: dhoward@claytonwilliams.com Telephone No. 432/688-3267

For State Use Only

APPROVED BY:

TITLE

OC FIELD REPRESENTATIVE II/STAFF MANAGER

DATE MAY 31 2006

Conditions of Approval (if any):