

Submit 3 Copies to Appropriate District Office
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

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
May 27, 2004

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

WELL API NO. 30-025-34905
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. E-8160
7. Lease Name or Unit Agreement Name Schooner B State
8. Well Number 1
9. OGRID Number 212929
10. Pool name or Wildcat Mesa Queen Associated

Pit or Below-grade Tank Application ☐ or Closure ☐

Pit type: Closed Loop Steel Depth to Groundwater: 280' Distance from nearest fresh water well : 1 mile east Distance from nearest surface water 1 mile

Pit Liner Thickness: mil Below-Grade Tank: Volume bbls; Construction Material

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
EverQuest Energy Corporation

3. Address of Operator
10 Desta Drive, Suite 300-E, Midland, Texas 79705

4. Well Location
Unit Letter: **G** **1980** feet from the **North** line and **1980** feet from the **East** line
Section **17** Township **16S** Range **32E** NMPM **Lea** County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
4350'

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: **Re-entry** ☒

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.

3/8/06 - 4/4/06
Dug out P&A marker and down to cut-off casing stub. Welded on SOW collar and enough 8.625" casing to extend casing to surface. Screwed on 8.625" Larkin Fig. 92 bradenhead. NU BOP. Drilled-out cement P&A plugs: 45' at surface, 430-652' and 1179-1365'. RIH and tagged PBTD at 4375'. RIH w/ scrapper to 1400'. Perforate 3685-95' 2 spf, 120 degree phase, 20 shots. Broke down perms w/ 1000 gal 10% MSA + 40 balls. Sand frac w/ 17,000 gal Silver Stim LT + 48,000 lbs 16/30 premium brown sand w/ final 24M# sand 1.5% Expedite Lite. Ran 2.375" tubing, mud anchor, perforated sub, seating nipple and 8.625" TAC. Swabbed. Ran rods and pump. Moved-in pumping unit and power generator. Pump tested well into temporary tanks.

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 Terry M. Duffey

TITLE: President

DATE: April 18, 2006

Type or print name **Terry M. Duffey**
For State Use Only

E-mail address:

Telephone: 432-686-9790

APPROVED BY: [Signature]
Conditions of Approval (if any):

TITLE

PETROLEUM ENGINEER

DATE

JUN 14 2006