

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

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

Form C-103

May 27, 2004

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. 30-025-37551
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator Latigo Petroleum, Inc.		6. State Oil & Gas Lease No.
3. Address of Operator 550 W. Texas, Suite 700 Midland, TX 79701		7. Lease Name or Unit Agreement Name Dry Lake 28 State Com
4. Well Location Unit Letter C : 660 feet from the North line and 1980 feet from the West line Section 28 Township 21S Range 35E NMPM County Lea		8. Well Number 1
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3605		9. OGRID Number 227001
Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/>		10. Pool name or Wildcat Osudo Morrow South Gas
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: Plug back ☒

SUBSEQUENT REPORT OF:

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

OTHER: Drill out bridge plug ☒

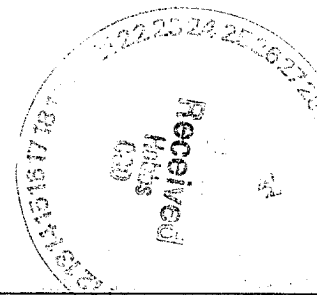
13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

6/16/06 - MIRU Cudd. Tag plug @ 12,499'. Start drilling & got stuck. POOH w/coil. Take off under-reamer. RIH w/mill. Tag plug @ 12,500'. Drilled plug through. Went to 12,515'. PU above plug.

6/17/06 - Jet well dry w/nitrogen. Well cleaned up. Leave open to tank on 10/64" choke.

6/19/06 - SITP = 2600#. Open well to frac tank on 12/64" choke @ 8:00 a.m. At 10:00 a.m. had 1200 psi, no fluid, 12:00 p.m. open to 20/64" choke @ 3:00 p.m. had flowed 23 bbls fluid. Put well down sales line. At 5:00 p.m. TP = 300# on 20/64" choke. Latest well test: 0 bbls, 20 mcf & 1 bbl wtr

Intend to plug back from the Morrow due to uneconomical production rates.



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 Lisa Hunt

TITLE Regulatory Analyst

DATE 07/26/2006

Type or print name Lisa Hunt

E-mail address: lhunt@latigopetro.com

Telephone No. (432)684-4293

For State Use Only

APPROVED BY: [Signature]

TITLE

PETROLEUM ENGINEER

DATE AUG 17 2006

Conditions of Approval (if any):