Submit 3 Copies To Appropriate District State of New Mexico Form C-103 Office Energy, Minerals and Natural Resources May 27, 2004 District I WELL API NO. 1625 N. French Dr., Hobbs, NM 88240 District II 30-025-07551 OIL CONSERVATION DIVISION 1301 W. Grand Ave., Artesia, NM 88210 5. Indicate Type of Lease 1220 South St. Francis Dr. District III STATE 🛛 FEE \square 1000 Rio Brazos Rd., Aztec, NM 87410 Santa Fe, NM 87505 6. State Oil & Gas Lease No. District IV 1220 S. St. Francis Dr., Santa Fe, NM Salt Mining Lease 87505 SUNDRY NOTICES AND REPORTS ON WELLS 7. Lease Name or Unit Agreement Name (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A Truckers (Brine Station) DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) 8. Well Number 2 1. Type of Well: Oil Well Gas Well Other 9. OGRID Number 19797 2. Name of Operator **Key Energy Services** 3. Address of Operator 10. Pool name or Wildcat PO Box 99 Eunice New Mexico 88231 **BSW Salado** 4. Well Location feet from the West Unit Letter K: 1980 feet from the South line and 1980 line Township 18-S Range 38-E Section NMPM Lea County 11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3.637' G.L. Pit or Below-grade Tank Application 🔲 or Closure 🔲 Pit type Steel Depth to Groundwater Distance from nearest fresh water well Distance from nearest surface water Pit Liner Thickness: Below-Grade Tank: Volume_ bbls; Construction Material 12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON REMEDIAL WORK ALTERING CASING □ TEMPORARILY ABANDON **CHANGE PLANS** COMMENCE DRILLING OPNS. P AND A **PULL OR ALTER CASING** MULTIPLE COMPL CASING/CEMENT JOB OTHER: 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. 1. Set CIBP @ 2,350'. 2. Circulate well w/ plugging mud. 3. Spot 20 sks of cement 2,350'. WOC & tag plug. 4. Set CIBP @ 2,010'. 5. Spot 20 sks of cement 2,010'. 6. Spot 45 sks 395'-surface. 7. Cut off wellhead and anchors 3' BCL. Cap well. Install dry hole marker. THE OIL CONSERVATION DIVISION MUST BE NOTIFIED 24 HOURS PRIOR TO THE BEGINNING OF PLUGGING OPERATIONS. 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 belowgrade tank has been/will be constructed or closed according to NMOCD guidelines ____, a general permit ____ or an (attached) alternative OCD-approved plan ____. SIGNATURE TITLE Agent DATE 9-25-06 Type or print name Jack Shelton E-mail address: jshelton@keyenergy.com Telephone No. 432-523-5155 For State Use Only APPROVED BY: Mus Milliams
Conditions of Approval (if any): TITLE Dist Supervior DATE 10/1/06

WELLBORE SKETCH Key Energy Services

RKB@ DF @ 3637 GL@ 12-1/4" Hole 45 sks 395'-surface 9-5/8" OD @ 345' 40& 36# Cmt'd w/ 200sks TOC @ Surface 20 sks on top of CIBP CIBP @ 2010' == Perfs == 2060'-2070' Packer 2100' Loc Set packer - 20 sks on top of CIBP – CIBP @ 2350' Perfs 2400'-2410' Perfs 22 22 22 3148-3156 ææ 7-7/8" Hole 5-1/2" OD @ 3195' 14# J-55 Cmt'd w/1000sks PBTD: 2935'

3198

TOC @ Surface

Well Category: Brine Well Subarea : Lease & Well No. : Truckers (Brine Station) Legal Description : K 1980' FSL & 1980' FWL Sec 33, Twn 18-S Rng 38-E County: State : New Mexico Lea Field: Embar (San Andres) Date Spudded : Feb. 9, 1949 Completed: Feb. 20, 1049

Date: September 25, 2006

API Number : 30-025-07551

Stimulation History:

Max Avg <u>Interval Date Type Gals Sand Press ISIP Rate Down</u>

Formation Tops:

FORMATION RECORD

FROM	то	THICKNESS IN FEET	FORMATION
0	200	200	Surface sand
200	1325	1125	Red bed
1325	1440	115	Red bed and shells
1440	1620	180	Anhydrite and gyp
1620	1625	5	Anhydrite
1625	2435	810	Salt and shalls
2435	2510	75	Salt, shells and anhydrite
2510	2635	125	Anhydrite and gyp
2635	3148	513	Anhydrite ·
3148	3156	8	Sand
3156	3182	26	Ambydrite
3182	3188	6	Sand
31.86	3198	10	Anhydrite and lime.
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Hell was drilled to 3198' in anhydrite and lime.

well was not shot

Well was not acidized.

Casing was perforated 3148' to 3156' with 32 shots.

Completed for initial potential of 144 barrels oil, no water, in 24 hours, based on 6-hour test of 36 barrels oil, no water, flowing through 18/64" choke on 2" tubing, with 69 MCF gas, GOR 479, casing pressure 600#, tubing pressure 400#.

Pay: Bowers from 3148 to 3156.

Gravity of oil: 43 degrees.

Pipe Line Connection: Humble Pipe Line Company

Derrick floor: 10' above ground. Date total depth reached: 2-20-49.