

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
March 4, 2004

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

WELL API NO.

30 - 041 - 20917

5. Indicate Type of Lease

STATE ☐ FED ☒ FEE ☐

6. Federal Oil & Gas Lease No.

NM - 54449

7. Lease Name or Unit Agreement Name

Federal 27

8. Well Number

4

9. OGRID Number

213179

10. Pool name or Wildcat

Bluitt North (Devonian)

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

RECEIVED

2. Name of Operator

H.L. Brown Operating L.L.C

3. Address of Operator

300 West Louisiana, Midland, Texas 79702

4. Well Location

Unit Letter: K : 2540' feet from the South line and 1640' feet from the West line

Section 27 Township T-7 Range R-37-E NMPM Roosevelt County

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

4052' GL

Pit or Below-grade Tank Application (For pit or below-grade tank closure, Form C-144 must be attached)

Pit Location: UL K Sect 27 Township 7A Range 37-E Pit type drilling

Depth to Groundwater 176' Distance from nearest fresh water well 2 miles South Distance from nearest surface water 2 miles South

Below-grade Tank Location UL K Sect 27 Twp 7A Range 37-E ; feet from the South line and 1640' feet from the West line

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 COMPLETION ☐

OTHER: Construct reserve pit for drilling rig ☒

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐

COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDONMENT ☐

CASING TEST AND 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.

According to the State Land Office files, the closest water depth measurement is two miles southwest in Section 5, T-8-S, R-37-E, at 176'. Three miles to the northeast, the water level is at 159' in Section 13, T-7 S, R-37-E.

Will use a single layer - 12 mil liner as per BLM and NMOCDD requirements.

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

SIGNATURE Robert McNaughton TITLE Operations Manager/ Petroleum Engineer DATE 6-9-06

Type or print name Robert McNaughton E-mail address: robertm@hlboperating.com Telephone No. 432-688-3726

(This space for State use)

APPROVED BY Chris Williams TITLE OC DISTRICT SUPERVISOR/GENERAL MANAGER DATE DEC 19 2006

Conditions of approval, if any: