

Submit 3 Copies To Appropriate District  
Office  
District I  
100 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. 30-025-35915
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name HOBBS STATE
8. Well Number 10
9. OGRID Number 243571
10. Pool name or Wildcat

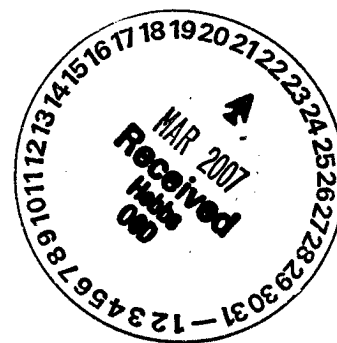
<b>SUNDRY NOTICES AND REPORTS ON WELLS</b> (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)	
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other Brine Well	
2. Name of Operator LIQUID RESOURCE SERVICES	
3. Address of Operator P O BOX 5790, HOBBS, NM 88241	
4. Well Location Unit Letter <u>F</u> : <u>2565</u> feet from the <u>N</u> line and <u>2330</u> feet from the <u>W</u> line Section <u>29</u> Township <u>185</u> Range <u>38E</u> NMPM County <u>Lea</u>	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3655.3	
Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/>	
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

<b>NOTICE OF INTENTION TO:</b> PERFORM REMEDIAL WORK <input checked="" type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/> PULL OR ALTER CASING <input checked="" type="checkbox"/> MULTIPLE COMPL <input type="checkbox"/> OTHER: <input type="checkbox"/>	<b>SUBSEQUENT REPORT OF:</b> REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input checked="" type="checkbox"/> COMMENCE DRILLING OPNS. <input type="checkbox"/> P AND A <input type="checkbox"/> CASING/CEMENT JOB <input type="checkbox"/> OTHER: <input type="checkbox"/>
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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.

Work began on March 16, 2007. (See attached work schedule)



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 Wayne Taylor TITLE Member DATE 3/21/07

Type or print name  
**For State Use Only**

E-mail address:

Telephone No.

APPROVED BY: Chris Williams TITLE Dist. Supv. DATE 3/21/07  
Conditions of Approval (if any):

MARCH 21, 2007

LIQUID RESOURCE SERVICES RIGGED UP LUCKY PULLING UNIT, NIPPLED DOWN WELL HEAD CAME OUT OF HOLE WITH 53 JOINTS OF 2-7/8" TUBING AND A 22' PIECE WHERE IT WAS PARTED. RIGGED UP TESTERS, TESTED TUBING BACK IN HOLE RAN 4-3/4 BIT TRIED TO WORK BIT DOWN DID NOT GO POOH WITH BIT-PICKED UP NOTCHED COLLAR-TRIED TO WORK NOTCHED COLLAR DID NOT GO DOWN-POOH PICKED UP 4-7/8 TAPER MILL TAGGED UP AT 1632' AND STARTED MILLING, POOH AND FOUND MILL TO BE WORN OUT - PICKED UP ANOTHER 4-7/8 #2 TAPER MILL TAGGED UP AT 1633' POOH-PICKED UP 4" SWEDGE - SWEDGED CASING TO 1719' IT STOPPED THERE. POOH WITH TOOLS, LEFT BUMPER SUB, ONE DRILL COLLAR AND SWEDGE IN THE HOLE. RECORD SHOWS 7" CASING. STARTED IN THE HOLE WITH 5-3/4 WASH PIPE TO WASH OVER FISH. COULD NOT GET WASH PIPE TO GIH. REMOVED BOP AND CALIBERED CASING AND FOUND IT TO MEASURE 5-1/2" I.D. NO SUCH THING? BELIEVE WE HAVE BASTARD PIPE IN THE HOLE. REQUEST THAT WE SET A CEMENT PLUG AND DRILL OUT SIDE OF FISH. CALLED CHRIS WILLIAMS ABOUT OUR PROBLEM AND HE GAVE US VERBAL APPROVAL TO SPOT CEMENT PLUG. HALLIBURTON IS SET UP TO PUMP 350 SACKS OF 3% CEMENT ON MARCH 22<sup>ND</sup>, THURSDAY MORNING.