

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. 30-025-34233
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. NM 058102
7. Lease Name or Unit Agreement Name Flying M San Andres Unit
8. Well Number 15-5
9. OGRID Number 21355
10. Pool name or Wildcat Flying M San Andres

Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/>
Pit type Steel 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 _____

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 <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>
2. Name of Operator Southwest Royalties Inc
3. Address of Operator 6 Vista Drive Suite 2100 Midland TX 79705
4. Well Location Unit Letter K : 1980 feet from the South line and 1930 feet from the West line Section 21 Township 9S Range 33E NMPM Lea County NM
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 4364 6L

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

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

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. 7-5-07 M.I.R. 4 Basic Energy Service P&A Rig 1273 Pull & Lay Down Rods 164 Rods + 90 in hole + Set 5 1/2 C.B.P @ 4400'. T.I.H w/ TB6 7-9-07 Tag C.B.P w/ TB6 circulate hole w 16 1/2 M.L.F. Spot 25 sk cement calculate T.O.C @ 4154 casing Pressure tested @ 500# D.K. Pull TB6 to 3720' Spot 25 sk cement calculate T.O.C @ 3474. A.O.D.H w/ TB6 Perf @ 2800'. Set PKR @ 2400' Mix + Sg2 80 sk cement w.o.c. 7-10-07 Tag T.O.C 2502' Perf @ 1600'. Set PKR @ 1200' Sg2 80 sk cement w.o.c. + Tag @ 1321' P.O.D.H w/ PKR + Perf @ 470'. Mix + Sg2 170 sk cement to circulate cement to surface up 5 1/2 x 8 5/8 ANNULUS. 7-11-07 Check plug @ surface Rig Down M.O. Zaca Will cut w.H & Anchors + Install D.H Marker A.S.A.P.

Approved as to plugging of the Well Bore.
Liability under bond is retained until
surface restoration is completed.

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

SIGNATURE *David M. Howard* TITLE P & A Supv. DATE 7-13-07
Type or print name David M. Howard/SAR E-mail address: dhoward@claytonhills.com Telephone No. 432/6843267
For State Use Only OC FIELD REPRESENTATIVE II/STAFF MANAGER
APPROVED BY: *Harry W. Wink* TITLE _____ DATE JUL 20 2007
Conditions of Approval (if any): _____