

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

RECEIVED
OIL AND GAS DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505
MAR 28 2008

WELL API NO. 30 041 20927
5. Indicate Type of Lease STATE FEE X
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Kettle Hill Fee
8. Well Number 1
9. OGRID Number 15262
10. Pool name or Wildcat Chaveroo Lower Penn, North (Gas)

SUNDARY NOTICES AND REPORTS ON WELLS
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG A WELL TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well: Oil Well X Gas Well Other

2. Name of Operator
Morexco, Inc.

3. Address of Operator
c/o P O. Box 953, Midland, TX 79702

4. Well Location
Unit Letter B : 660 feet from the North line and 1980 feet from the East line
Section 3 Township 7S Range 33E NMPM Roosevelt County

11. Elevation (Show whether DR, RKB, RT, GR, etc.) 4379 GR

Pit or Below-grade Tank Application ☐ or Closure ☐

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: ☐

SUBSEQUENT REPORT OF:

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

OTHER: X test uphole before P & A determination

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.

Perforated from 8949-51', Mississippian, swabbed water. Set CIBP @ 8945'. Top of cement behind 5 1/2" @ 4940'.
Perforated from 8925-33, Lower Penn, swabbed water. Set CIBP @ 8900', set 35' of CI C cement on top.
Perforated 8212-25, Bough "B", swabbed dry. Casing collapse @ 8132', cut tubing @ 8065', attempted to fish & mill. No progress. Set CIBP @ 8132' and set whipstock @ 8111', drilled sidetrack hole to 8219'.
Ran 385' of 4" liner to 8241', cemented w/50 sx CI H cement. Top of liner @ 7835', perforated 8210-22'. Acidized w/3000 gals 15%.
Swabbed Dry.
Plan to P & A Well.

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

SIGNATURE [Signature] TITLE Regulatory Agent DATE 3-20-08

Type or print name: Ann E. Ritchie E-mail address: ann.ritchie@wtor.net Telephone No. 432 684-6381
For State Use Only

APPROVED BY: [Signature] TITLE Geologist DATE APR 08 2008
Conditions of Approval (if any):