

District I

1625 N. French Dr., Houston, TX 77002

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

Energy, Minerals and Natural Resources

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

May 27, 2004

RECEIVED

APR 07 2008

HOBBS OCD

WELL API NO.

30-041-00243

5. Indicate Type of Lease

STATE ☐

FEE ☒

6. State Oil & Gas Lease No.

257420

7. Lease Name or Unit Agreement Name

MILNESAND UNIT

8. Well Number

MSU # 162

9. OGRID Number

257420

10. Pool name or Wildcat

MILNESAND (SAN ANDRES)

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 INJECTION

2. Name of Operator

EOR OPERATING COMPANY

3. Address of Operator

ONE RIVERWAY, SUITE 610, HOUSTON, TX 77056

4. Well Location

Unit Letter P : .660 feet from the SOUTH line and 660 feet from the EAST line

Section 12

Township 8S

Range 34E

NMPM

County ROOSEVELT

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

4260' GL

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: ADD PERFS, STIMULATE INJECTION WELL ☒

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐

COMMENCE DRILLING OPNS. ☐ P AND A ☐

CASING/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.

START DATE: 4/7/08

- 1.) RU, POOH W/TBG & EXISTING PKR. RIH W/ BIT & SCRAPER TO BOTTOM & CLEAN OUT FILL.
- 2.) RIH W/PKR & PLUG, TEST CSG. IF CSG NEEDS REPAIR. LOCATE HOLE & CEMENT SQZ. DRILL OUT CEMENT.
- 3.) ADD PERFORATION 4532'-4608' 4JSPF.
- 4.) STIMULATE PERFORATIONS W/ 7500 GALS OF 15% HCL ACID.
- 5.) RIH W/ NEW 2 1/16" IPC TBG & NEW 2 7/8" HES ASI 1X PKR. SET PKR @ APPROXIMATELY 4432'.
- 6.) CIRCULATE PACKER FLUID. SET PKR & TEST ANNULUS TO 500 PSI.
- 7.) NIPPLE UP WELL HEAD. RD, MOVE OFF PULLING.
- 8.) (2 7/8" 6.5# CSG @ 4470', 4 1/2" 14# CGS @ 4720', PERFS 4532'-4608')

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 [Signature] TITLE Sr. Well Operations Supervisor DATE 4/4/08

Type or print name: Lawrence A. Spittler, Jr. E-mail address: lspittler@enhancedoilres.com Telephone No.: 432-687-0303

For State Use Only

APPROVED BY: Chris Williams OC DISTRICT SUPERVISOR/GENERAL MANAGER DATE APR 16 2008

Conditions of Approval (if any):