

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

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

Form C-103
March 4, 2004

WELL API NO. 30-025-05561 ✓
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. B-2330
7. Lease Name or Unit Agreement Name STATE AC ✓
8. Well Number 1 ✓
9. OGRID Number 13046
10. Pool name or Wildcat EUMONT YATES SEVEN RIVERS ✓

SUNDRY NOTICES AND REPORTS ON PROPOSALS
(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 ☐

2. Name of Operator
LANEXCO, INC. ✓

3. Address of Operator
1105 WEST KANSAS, JAL, NM 88252

4. Well Location
Unit Letter F : 1974 feet from the WEST line and 2079 feet from the NORTH line
Section 5 Township 19S Range 37E NMPM County LEA

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3693.3 GL

Pit or Below-grade Tank Application (For pit or below-grade tank closures, a form C-144 must be attached)

Pit Location: UL Sect Twp Rng Pit type Depth to Groundwater Distance from nearest fresh water well
Distance from nearest surface water Below-grade Tank Location UL Sect Twp Rng ;
feet from the line and feet from the 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: ☐

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.

This well was Temporarily abandoned 12-05-06.

We propose to Permanently plug this well as soon as Mayo Marrs Casing Pullers can schedule.

* Plugging procedure attached.

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 Charles L. Mann TITLE Production Supt. DATE 4-21-08

Type or print name CHARLES MANN E-mail address: Telephone No. 505-395-3056

(This space for State use)

APPROVED BY Chris Williams TITLE OCD DISTRICT SUPERVISOR/GENERAL MANAGER DATE APR 24 2008

Conditions of approval, if any:

THE OIL CONSERVATION DIVISION MUST
BE NOTIFIED 24 HOURS PRIOR TO THE
BEGINNING OF PLUGGING OPERATIONS

Lanexco, Inc.
1105 West Kansas
Jal, New Mexico 88252
505/395-3056
Fax 505/395-3205

LANEXCO, INC.

PLUGGING PROCEDURE
STATE 'AC' #1
30-025-05561
LEA COUNTY, NM

1. Move in and rig up plugging unit and equipment.
2. Pull out of hole with production tubing.
3. Tag plug and ^{35'}~~10'~~ cement at 3465'.
4. Load hole with salt gel.
5. Set 100' plug base of salt ^{2690' 2590'}~~2703' - 2803'~~.
6. Perf and squeeze 50' out and in ^{1520' 1420'}~~F/928' - 828'~~ (Top of salt). WOC and tag.
7. Perf at ^{507'}~~407'~~ and circulate to surface.
8. Set marker.

State AC #1 8-8-06

Unit F 1974' FWL - 2079' FNL

Eumont Yates, 7-Rivers, Queen

3715' GL

* Tight Spot in $5\frac{1}{2}$ @ 46'

457' $8\frac{5}{8}$ "

2" 8th collar

2" 8th SN

126-2" 8th Tbs (3857.26)

TAF to KD 10'

← TOC @ 3465'

← CIBP @ 3500'

Perfs @ 3536-54, 3736-62, 3776-99, 3819-27, 3842-53

w/ 2 shots/ft.

Tbs @ 3868.76' (2 $\frac{3}{8}$ " Tbs.)

← Depth CD to 3898' PSTD

$5\frac{1}{2}$ " SA @ 3922' - TOC @ 1340'