

Office

District I

1625 N. French Dr., Santa Fe, NM 87505

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

June 19, 2008

OIL CONSERVATION DIVISION

220 South St. Francis Dr.

Santa Fe, NM 87505

WELL API NO.

30-025-21291 ✓

5. Indicate Type of Lease

STATE ☒ FEE ☐

6. State Oil & Gas Lease No.

OG 866

7. Lease Name or Unit Agreement Name

NE Maljamar Unit ✓

8. Well Number 1 ✓

9. OGRID Number 014070 ✓

10. Pool name or Wildcat
West Kemnitz (W.C.)

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 ☐

2. Name of Operator

Marks and Garner Production Ltd. ✓

3. Address of Operator

P.O. Box 1089 Hobbs, NM 88241

4. Well Location

Unit Letter I : 1980 feet from the South line and 600 feet from the East line
Section 31 Township 16S Range 33E NMPM County Lea ✓

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

4235 GR

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 ☐
DOWNHOLE COMMINGLE ☐OTHER: ☐

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.

Circ hole with fresh water gel

GIH tag @ 7150' perf and spot 25 sxs WOC and tag @ 6900+/-

Freepoint casing and shoot @ 4400' Lay down casing

Spot 35 sxs @ 4450' WOC and tag @ 4270'

Perf @ 2200' and squeeze 70 sxs WOC and tag @ 1800'

Perf @ 1200' and squeeze 70 sxs WOC and tag @ 1080'

Perf @ 445' and squeeze 75 sxs WOC and tag @ 375'

Spot 25 sxs @ surface

Cut off wellhead and clean location for inspection

Per Davin G. Plugging on 10-01-08

Approved for plugging of well bore only.
Liability under bond is retained pending receipt
of C-103 (Subsequent Report of Well Plugging)
which may be found at OGD Web Page under
Forms, www.emnrd.state.nm.us/ocd.

Spud Date:

Rig Release Date:

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE

TITLE

Agent

DATE 9-25-08.U'

Type or print name Devin Garner

E-mail address: garneroil@yahoo.com

PHONE: 575-631-4770

For State Use Only

APPROVED BY:

Conditions of Approval (if any):

TITLE

DATE

SEP 25 2008