

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

Energy, Minerals and Natural Resources

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

June 19, 2008

WELL API NO.

30-025-34070 ✓

5. Indicate Type of Lease

STATE XX ☐ FEE ☐

6. State Oil & Gas Lease No.

VA-1392

7. Lease Name or Unit Agreement Name

State 16 ✓

8. Well Number 1Y ✓

9. OGRID Number 21566 ✓

10. Pool name or Wildcat

SAUER WEST MARROW

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 XX ☐ Other

2. Name of Operator

John R. Stearns dba Stearns ✓

3. Address of Operator

HC 65 Box 988, Crossroads, NM 88114

4. Well Location

Unit Letter P_: 330 feet from the South line and 940 feet from the East line

Section 16 Township 9S Range 37E NMPM Lea County NM ✓

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

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. ☐ AND A ☒ XX

CASING/CEMENT JOB ☐ T/A ☒ RWH.

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.

10-31-08 MIRU TWS, Inc. POH with tubing.

11-3-08 RIH with BP Set BP @ 11,539' Come off BP with on & off tool, pull up 4 jts and circulate hole with 260 bbls of 2% Kcl. Pressure casing to 590# and held for 30 min. Held good and rigged unit down.

This Approval of Temporary

Abandonment Expires 11-7-2013

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

John R. Stearns

TITLE Owner

DATE 11-3-08

Type or print name John R. Stearns E-mail address:

PHONE: 575-675-2356

For State Use Only

APPROVED BY:

Tony Hill

TITLE

DATE

Conditions of Approval (if any):

OC DISTRICT SUPERVISOR/GENERAL MANAGER

NOV 07 2008

