

RECEIVED

WELL API NO.

30-025-03673

5. Indicate Type of Lease

STATE ☐FEE ☒

6. State Oil & Gas Lease No.

7. Lease Name or Unit Agreement Name

Mayme Graham

8. Well Number #1

9. OGRID Number

009569

10. Pool name or Wildcat

500 Devonion

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 SWD

2. Name of Operator

H&M Disposal.

3. Address of Operator

P.O. Box 1544, Lovington, New Mexico 88260

4. Well Location

Unit Letter N

: 650

feet from the South

line an 1980

feet from the West

line

Section 9

Township 15S

Range 36 E

NMPM

County Lea

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

3909 DF

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 ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ALTERING CASING ☐COMMENCE DRILLING OPNS. ☐P AND A ☐CASING/CEMENT JOB ☐OTHER: ☐OTHER: Witnessed Mechanical Integrity Test ☐

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.

H&M disposal attempted to load the casing on the Mayme Graham Well #1 in advance of a MIT scheduled for January 7, 2009. At 70 psi, the casing ceased to load. Increased pump rates increased the leak rate. After pumping 30 barrels of brine, operations were halted and preparations begun for pulling the tubing from the well. As soon as replacement tubing can be located, the well will be shut in and the current mixed string of 2 7/8" and 2 3/8" tubing will be replaced with a full string of 2 7/8" J-5 tubing. We anticipate work will begin on 9 January or 12 January depending on equipment availability.

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 Manager

DATE 5 January 2009

Type or print name D. M. Harrod

E-mail address: D.Harrod@msn.com

PHONE: 575-396-6862

For State Use Only

APPROVED BY:

TITLE

PETROLEUM ENGINEER

DATE

JAN 08 2009

Conditions of Approval (if any):