

RECEIVED

MAR 04 2009

OIL CONSERVATION DIVISION

HOBSOCD

1220 South St. Francis Dr.

Santa Fe, NM 87505

WELL API NO.

30-025-08101 ✓

5. Indicate Type of Lease FEDERAL ☒ STATE ☐ FEE ☐6. State Oil & Gas Lease No.
NMLC064175-A7. Lease Name or Unit Agreement Name
YOUNG UNIT ✓8. Well Number
021 ✓9. OGRID Number
148869 ✓10. Pool name or Wildcat
YOUNG QUEEN ✓

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

STATE OF NEW MEXICO FORMERLY SIERRA BLANCA OPERATING CO

3. Address of Operator

1625 N. FRENCH DRIVE HOBBS, NM 88240

4. Well Location

Unit Letter J : 1980 feet from the SOUTH line and 1980 feet from the EAST line ✓Section 20 Township 18S Range 32E NMPM County LEA, NM

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

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: ☐

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.

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 OCD Web Page under
 Forms, www.emnrd.state.nm.us ocd.

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 Mark Lesbins TITLE AGENT DATE 3-2-09

Type or print name

E-mail address:

Telephone No.

For State Use Only

APPROVED BY:

TITLE

DISTRICT 1 SUPERVISOR

DATE

MAR 09 2009

Conditions of Approval (if any):

MAYO MARRS CASING PULLING INC.
BOX 863
KERMIT, TEXAS 79745

NM0CD

Lease: SIERRA BLANCA YOUNG UNIT # 21
Project: P & A

12/30/2008

SPOT 25 SACKS @ 2047' - TAG @ 1845'

12/31/2008

PERF @ 1069' - HELD - SPOT 25 SACKS @ 1123' - TAG @ 880'
PERF @ 350' - CIRCULATE 100 SACKS TO SURFACE

PUMPED PLUGGING MUD BETWEEN ALL PLUGS
INSTALLED DRY HOLE MARKER