

Office
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

RECEIVEDOIL CONSERVATION DIVISION
APR 15 2009 20 South St. Francis Dr.
Santa Fe, NM 87505**HOBBSCO**WELL API NO.
30-025-34197

5. Indicate Type of Lease

STATE ☒ FEE ☐6. State Oil & Gas Lease No.
29221

7. Lease Name or Unit Agreement Name

Watson 6 #1

8. Well Number 1

9. OGRID Number 210091

10. Pool name or Wildcat
Upper Permo Penn

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

DKD, LLC

3. Address of Operator

Box 682, Tatum, NM 88267

4. Well Location

Unit Letter N : 2857 feet from the S line and 1417 feet from the W line
Section 6 Township 16S Range 36E NMPM Lea County N. Mex11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3974

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.

3-9-09: Rig up pulling unit, pull 2 7/8 J55 P/C Tubing

3-10-09: Run new Salta line, set 5 1/2 X 2 7/8 Model R Packer load with packer fluid, fluid circ. to bradenhead

3-11-09: RIH with tubing, found hole in casing 2840

3-16-09: Free point casing @ 2824 backed out in collar replaced casing with N-80-17# new

3-17-09-3-31-09: Fishing for B/P. Retrieved

4-1-09: Pressure up on casing, will not hold.

4-6-09: Shot 4 holes perf @ 2830 circ 650 5X5 cement to sur 7 bbl to rev pit.

4-8-09: Drill out cement, test ok.

4-9-09 & 4-12-09: Drill out CIBP

4-13-09: Lay down work string run 2 7/8 Salta line pipe load casing, packer set at 10277.24, 63 ft above top perfs.

4-14-09: Called OCD Maxey, Run chart test, ok, Return to Disposing.

Spud Date:

3-9-2009

Rig Release Date:

4-14-2009

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

SIGNATURE Danny R. Watson TITLE free owner DATE 4-15-09Type or print name Danny R. Watson E-mail address: _____ PHONE: 575-398-3490**For State Use Only**APPROVED BY: [Signature] TITLE PETROLEUM ENGINEER DATE APR 16 2009

Conditions of Approval (if any): _____

