

June 19, 2008

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

RECEIVED

JUN 04 2009

MOBBSOCD

CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

WELL API NO.

30-025-10524

5. Indicate Type of Lease

STATE ☒FEE ☐

6. State Oil & Gas Lease No.

B-934

7. Lease Name or Unit Agreement Name

New Mexico "M" State

8. Well Number

36

9. OGRID Number

8359

10. Pool name or Wildcat

Langlie Mattix 7 Rivers Queen Grayburg

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

GP II Energy, Inc.

3. Address of Operator

PO Box 50682, Midland, TX 79710

4. Well Location

Unit Letter P 660 feet from the South line and 660 feet from the East lineSection 30 Township 22S Range 37E NMPM County Lea

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

3401' 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 ☐

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.

See attached Mayo Marrs Reports.

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/oed.

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

Joe L. Compton

TITLE

Agent

DATE

06-01-2009

Type or print name

Joe Compton

E-mail address:

compton@gp2energy.com

PHONE:

432-684-4748

For State Use Only

APPROVED BY:

Carmel W. Hill

TITLE

DISTRICT 1 SUPERVISOR

DATE

JUN 08 2009

Conditions of Approval (if any):

MAYO MARRS CASING PULLING INC.

Company GP II ENERGY
Lease STATE M # 36
Project P & A
ATTN JOE COMPTON

FAX
PUSHER ARTURO
BID. \$0 00
Tracking # 09-5954-2

4/23/2009 10 HRS

SAFETY MEETING - MOVE IN EQUIPMENT - RIG UP - RIH AND TAG UP @ 2370' - RIH WITH 1-1/4" TUBING TO 3580' SPOT 10 SACKS - POH - WOC - SDFD

11 Double demck ng with 4 man work crew/hr
1 PUSHER /DAY
2 CREW TRAVEL TIME
1 Pump Truck 5 Day Initial Charge
1 Water truck priced per load FRESH (Stays on location)
1 Water truck priced per load BRINE (Stays on location)
1 B O P for 2 3/8" and 2 7/8" 5 Day Initial Charge
1 Steel Pits per well
10 Cement per sack (CLASS C)

4/24/2009 12 HRS

SAFETY MEETING - RIH AND TAG @ 3160' - CIRCULATE PLUGGING MUD - TEST CASING TO 500# - RIH AND PERF @ 2600' RIH WITH PACKER - HELD 500# - POH - RIH AND SPOT 10 SACKS @ 2635' - POH - SDFD

11 Double demck ng with 4 man work crew/hr
1 PUSHER /DAY
2 CREW TRAVEL TIME
10 Cement per sack (CLASS C)
1 Perforating @ 4 shots per foot (0-10,000')(1ST PERF)

4/27/2009 12 HRS

SAFETY MEETING - RIH AND TAG @ 2115' - POH - RIH AND PERF @ 1200' - POH - RIH WITH PACKER - PUMP 25 SACKS @ 1600# - POH - WOC - RIH AND TAG @ 1085' - POH - RIH AND PERF @ 344' - CIRCULATE 70 SACKS TO SURFACE - RIG DOWN - DIG OUT WELL HEAD - CUT OFF HEAD - INSTALL MARKER - LEVEL LOCATION - START MOVING EQUIPMENT TO # 17 SDFD

12 Double demck ng with 4 man work crew/hr
1 PUSHER /DAY
2 CREW TRAVEL TIME
35 Cement per sack (CLASS C)
3 Perforating @ 4 shots per foot (0-10,000')
4 WELDER (4 hr minimum)
4 BACKHOE (4 hr minimum)