

Office

Energy, Minerals and Natural Resources

May 27, 2004

District I

1625 N. French Dr., Hobbs, NM 88241

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

OIL CONSERVATION DIVISION

AUG 28 2009

1220 South St. Francis Dr.

Santa Fe, NM 87505

HOBBSOCD

WELL API NO.

30-041-00050

5. Indicate Type of Lease

STATE ☐ FEE ☒

6. State Oil & Gas Lease No.

46930

7. Lease Name or Unit Agreement Name

MILNESAND UNIT

8. Well Number

MSU # 141

9. OGRID Number

257420

10. Pool name or Wildcat

MILNESAND (SAN ANDRES)

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 INJECTION

2. Name of Operator

EOR OPERATING COMPANY

3. Address of Operator

ONE RIVERWAY, SUITE 610, HOUSTON, TX 77056

4. Well Location

Unit Letter M : 660 feet from the SOUTH line and 660 feet from the WEST lineSection 12 Township 8S Range 34E NMPM County ROOSEVELT

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

4262' DF

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 ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☒ALTERING CASING ☐COMMENCE DRILLING OPNS. ☐P AND A ☐CASING/CEMENT JOB ☐

OTHER:

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.

START DATE: 8/24/09 Completion date 8/26/09

Add perforations & acidize.

- 1.) 8/24/09. RU, POOH w/ rods, insert pump & tbq.
 - 2.) TIH w/bit and clean out fill 15' of fill to 4661' PBTD.
 - 3.) 8/25/09. Perforate 5 1/2" csg (4546' - 4566') & (4591' - 4611') (80 shots) w/ 4JSPF, 120* phasing.
 - 4.) TIH w/ pkr. Set pkr @ 4446'. Loaded & tested pkr.
 - 5.) Acidize perforations w/ 2500 15% NEFE acid & 1600#'s of rock salt in 3 stages. 1st stage 500 gals acid/800#'s salt, 2nd stage 1000 gals acid/800#'s rock salt, 3rd stage 1000 gals of acid. Flushed w/ 50 bbl's of fresh water. Max rate 6 BPM, Max press 880 psi. ISDP 0 psi.
 - 6.) 8/26/09. TOH w/ pkr.
 - 7.) TIH w/ 2 3/8" tbq, 182- 3/4" rods & 2" x 1/2" x 16' insert pump. SN @ 4483', perf sub 4584', mud jt @ 4620'.
 - 8.) Hang well off
 - 9.) RD release rig.
- (5 1/2", 10.5# csg @ 4661', 4594-4601' & 4606'-4611', 2 3/8" tbq, SN @ 4483', perf sub 4584', mud jt @ 4620')

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

TITLE Sr. Well Operations Supervisor DATE 8/27/09

Type or print name: Lawrence A. Spittler, Jr.

E-mail address: lspittler@enhancedoilres.com Telephone No.: 432-687-0303

For State Use Only

APPROVED BY:

TITLE

PETROLEUM ENGINEER

DATE

Conditions of Approval (if any):

SEP 01 2009