

Office .

June 19, 2008

District I

1625 N. French Dr., Hobbs, NM 88249

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

Energy, Minerals and Natural Resources

RECEIVED

SEP 14 2009

HOBSOCD

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

WELL API NO.

30-025-01431

5. Indicate Type of Lease

STATE ☒ FEE ☐

6. State Oil &amp; Gas Lease No.

B-2148

7. Lease Name or Unit Agreement Name

Shahara State Unit

8. Well Number

4

9. OGRID Number

256523

10. Pool name or Wildcat

Maljamar Grayburg 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

Southern Bay Operating, L.L.C.

3. Address of Operator

110 Cypress Station Dr., #220 Houston, TX 77090

4. Well Location

Unit Letter C : 660 feet from the North line and 1980 feet from the West lineSection 16 Township 17S Range 33E NMPM Lea County

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

4183' GR

## 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.

8/17/09 Notified NMOCD

8/18/09 Circ hole w/9.5# mud. Mix &amp; spot 40 sxs cmt @ 4428'. WOC &amp; Tag @ 3994'. Mix &amp; spot 25 sxs cmt @ 2800'. WOC &amp; tag @ 2573'. Perf 5-1/2" csg @ 1480', pkr @ 1092', Sqz w/25 sxs cmt, WOC &amp; tag @ 1223'.

8/19/09 Perf 5-1/2" csg @ 348', pkr @ 96'. Sqz w/25 sxs cmt, WOC &amp; tag @ 160'. Perf 5-1/2" csg @ 60', Circ cmt to surf of 8-5/8" &amp; 5-1/2" w/150 sxs cmt. WOC &amp; tag @ 30'.

8/20/09 5 sxs cmt, 30'-0'. Cut off wellhead and anchors 3' below ground level. Install dry hole marker.

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.enr.state.nm.us/oed](http://www.enr.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

TITLE Mgr., Production AdministrationDATE 9/11/09Type or print name Juanita RamirezE-mail address: juanita@sbenergy.comPHONE: 281-537-99200

For State Use Only

APPROVED BY:

TITLE

DATE

Conditions of Approval (if any):

PETROLEUM ENGINEER

SEP 15 2009