

Office

Energy, Minerals and Natural Resources

June 19, 2008

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

87505

RECEIVED

OCT 23 2009

HOBBSCO

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

WELL API NO.

30-025-00994 ✓

5. Indicate Type of Lease

STATE ☐ FEE ☒ ✓

6. State Oil & Gas Lease No.

306233

7. Lease Name or Unit Agreement Name

Collier ✓

8. Well Number

1 ✓

9. OGRID Number

247692 ✓

10. Pool name or Wildcat

North Bagley Upper 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 ☒

2. Name of Operator

Jay Management Company LLC.

3. Address of Operator

4801 Woodway Drive, Suite 100E, Houston, Texas 77056

4. Well Location

Unit Letter F : 1980 feet from the North line and 1980 feet from the West line
Section 9 Township 11 S Range 33 E NMPM County Lea ✓

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

4287' 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 ☐

USE CLASS 'H' CMT 7500' or DEEPER.

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.

Proposed start date: November 2, 2009.

ALL CMT PLUGS 25 SXS OR 100' WHICH EVERY IS GREATER.

Notify: New Mexico Oil Conservation Division, District I, Hobbs N.M. at 575-393-6161. Maxey G. Brown, Mobile #, 575-370-3179.

Proposed procedure: RU Tejas Well Service P&A Rig. PU workstring. Run in hole to TD (10,286'). Displace well with drilling mud (164 bbls) TOO H with workstring to 9360'. Mix and pump 25 sacks, Plug #1, above perforations at (9402-9408' & 9537'-9554'). WOC's Tag
TOOH with workstring to 7350'. Mix and pump 20 sacks, Plug #2. TOO H with workstring. PU spear for 4 1/2" 10.5#/ft casing (77,000 lbs, Air). RIH with spear and latch. POOH and laydown 7300' of 4 1/2" casing. RIH with workstring and tag Plug #2. PU to 5900'. Mix and Pump 20 sacks, Plug #3. PU to 3950'. Mix and pump 20 sacks, Plug #4. POOH with 3 stands of tubing. Wait on cement. RIH and tag, Plug #4. PU to 600' 10.5#/ft casing. Mix and Pump 25 sacks, Plug #5. PU to 670' 10.5#/ft casing. Mix and Pump 10 sacks, Plug #7, Surface Plug. Note: See attached present and proposed well bore diagrams for details

Review N.M. OCD Check List on form C-103, dated March 18, 2009. After compliance, call OCD, District I, Hobbs N.M. for inspection.

Spud Date:

8-13-62

Rig Release Date:

10-18-62

SEE COMMENTS ON WELLBORE DIAGRAM

THE OIL CONSERVATION DIVISION MUST
BE NOTIFIED 24 HOURS PRIOR TO THE
BEGINNING OF PLUGGING OPERATIONS

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

SIGNATURE

Kirk Broussard

TITLE

Operations Engineer

DATE 10-22-09

Type or print name

Kirk Broussard

E-mail address:

kirkb@isramco-jay.com

PHONE:

713-456-7892 Ext 314

For State Use Only

APPROVED BY:

Maxey G. Brown

TITLE

Compliance Officer

DATE

10/27/2009

Conditions of Approval (if any):

Collier #1 Present WBD

Elevation: 4299' RKB

Cut and pulled 9 5/8" Csg
, at 1,600', 12/19/62

9 5/8" 36# 40# @ 1600' - 3821'

Plug Back TD @ 10286'

4 1/2" 11.6# @ 10367'

Bagley Field, Lea County NM.

Jay Management, LLC.

Pumped 350 sxs
13 3/8" @ 335'

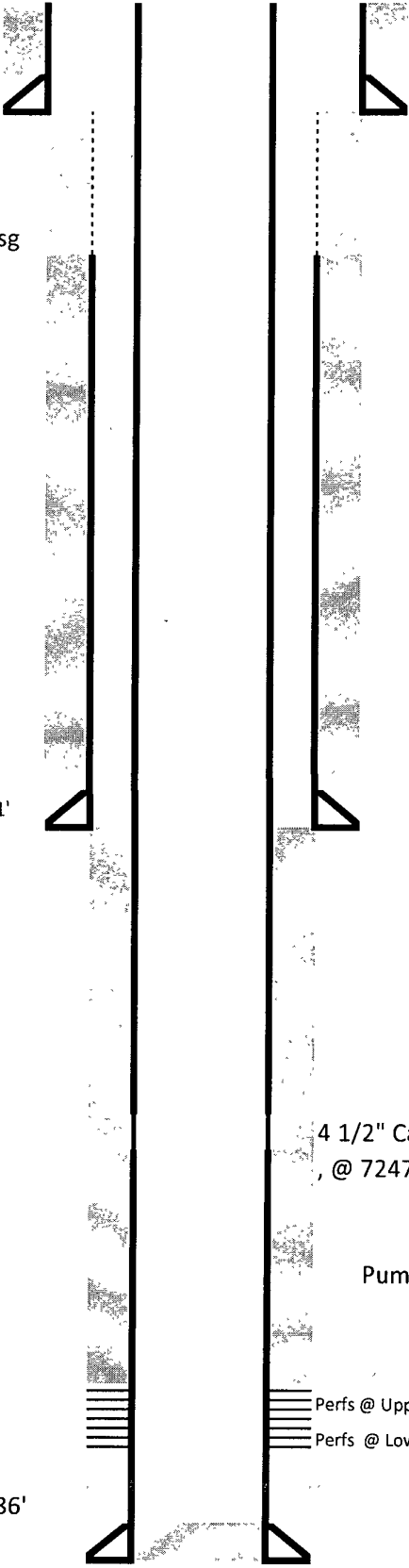
Pumped 688 sxs

4 1/2" Casing Bowl (Lead Seal Pack-off)
, @ 7247'

Pumped 925 sxs

Perfs @ UpperPenn @ 9402'-9408'

Perfs @ Lower Penn @ 9537'-9554'



Collier #1 Proposed WBD

Bagley Field, Lea County NM.

Jay Management, LLC.

Elevation: 4299' RKB

Cmt Plug #7 Surface Plug
12 3/4" ID

Cmt Plug #6 @ 370'
12 1/4" Hole Size

Cmt Plug #5 @ 1600'
12 1/4" Hole Size

Cmt Plug #4 @ 3950'
7 7/8" Hole Size

Cmt Plug #3 @ 5900'
7 7/8" Hole Size

Cmt Plug #2 @ 7350'
7 7/8" Hole Size

Cmt Plug #1 @ 9360'

Plug Back TD @ 10286'

4 1/2" 11.6# @ 10367'

Pumped 350 sxs, Circ. To Surface
13 3/8" 48# @ 335'

385' Tag NO DEEPER THAN 285'

Cut and pulled 9 5/8" Csg
, at 1,600', 12/19/62

SPOT @ 11650'
TAG NO DEEPER THAN 1550'

Pumped 688 sxs

9 5/8" 36# 40# @ 1600' - 3821'

TAG NO DEEPER THAN 3771'

4 1/2" (Lead Seal Pack-off)
, @ 7247'

Pumped 925 sxs

7297'
TAG NO DEEPER THAN 7197'

Perfs @ UpperPenn @ 9402'-9408'

Perfs @ Lower Penn @ 9537'-9554'

