

Submit 3 Copies To Appropriate District
Office
District I
1625 N French Dr., Hobbs, NM 87401
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

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
May 27, 2004

RECEIVED

OIL CONSERVATION DIVISION

JAN 19 2010 1220 South St. Francis Dr.
Santa Fe, NM 87505

HOBBSUCD

WELL API NO. 30-005-20832 ✓
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/> ✓
6. State Oil & Gas Lease No. LG-2464
7. Lease Name or Unit Agreement Name: LOVELESS LQ STATE ✓
8. Well Number 007 ✓
9. OGRID Number 143199 ✓
10. Pool name or Wildcat TOMAHAWK (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 <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input checked="" type="checkbox"/>	2. Name of Operator ENERVEST OPERATING, LLC ATTN: BRIDGET HELFRICH
3. Address of Operator 1001 FANNIN ST., SUITE 800, HOUSTON, TEXAS 77002	4. Well Location Unit Letter <u>M</u> : <u>330</u> feet from the <u>SOUTH</u> line and <u>990</u> feet from the <u>WEST</u> line Section <u>36</u> Township <u>07S</u> Range <u>31E</u> NMPM County <u>CHAVES</u> ✓
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 4,388' - GR	
Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input checked="" type="checkbox"/> Pit type <u>STEEL</u> 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 <u>* NONE WITHIN 1,000'</u>	

12. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPLETION <input type="checkbox"/>
OTHER: <input type="checkbox"/>	

SUBSEQUENT REPORT OF:

REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
COMMENCE DRILLING OPNS. <input type="checkbox"/>	PLUG AND ABANDONMENT <input checked="" type="checkbox"/>
CASING TEST AND CEMENT JOB <input type="checkbox"/>	
OTHER: <input type="checkbox"/>	

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.

01/11/10: RIH W/ TUBING X TAG EXISTING CIBP + CMT. @ 3,802'; CIRC. WELL W/ PXA MUD.

01/12/10: PRES. TEST 4-1/2" CSG. TO 500# - HELD OK; PERF. X SQZ. A 25 SX. CMT. PLUG @ 2,300'; WOC X TAG CMT. PLUG @ 1,930'; CUT X LAY DOWN 4-1/2" CSG. @ 1,700'.

01/13/10: MIX X PUMP A 100 SX. CMT. PLUG @ 1,770'; WOC X TAG TOP OF CMT. PLUG @ 1,360'; MIX X PUMP A 35 SX. CMT. PLUG @ 400'-260' (CALC.); MIX X CIRC. TO SURFACE A 40 SX. CMT. PLUG @ 63'-3'; DIG OUT X CUT OFF WELLHEAD 3' B.G.L.; WELD ON STEEL PLATE TO 7" CSG. X INSTALL DRY HOLE MARKER.

WELL PLUGGED AND ABANDONED 01/13/10.

Approved for plugging of well bore only.
Liability under bond is retained pending receipt
of C-103 (Subsequent Report of Well Plugging)
Form generated in accordance with attached alternative OCD-approved plan ☐

I hereby certify that the information above is true and complete to the best of my knowledge and belief, and I further certify that any pit or below-grade tank has been will be constructed or closed according to NMOCD guidelines ☐

SIGNATURE David A. Eyler TITLE AGENT DATE 01/14/10

Type or print name DAVID A. EYLER

E-mail address: deyler@milagro-res.com

Telephone No. (432) 687-3033

For State Use Only

APPROVED BY Campbell, L. L. TITLE DISTRICT 1 SUPERVISOR DATE JAN 20 2010

Conditions of Approval, if any: