

Submit 3 Copies To Appropriate District

State of New Mexico

Form C-103

Office

Energy, Minerals and Natural Resources

June 13, 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

RECEIVED

FEB 02 2010

HOBBSD

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

WELL API NO.

30-025-20891

5. Indicate Type of Lease

STATE ☒ ~~SEE~~ ~~X~~

6. State Oil & Gas Lease No.

N/A

7. Lease Name or Unit Agreement Name

State NBF

8. Well Number 1

9. OGRID Number

247692

10. Pool name or Wildcat

N Bagley Upper Penn

Perm

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

RECEIVED

2. Name of Operator

Jay Management Company, LLC.

FEB 02 2010

3. Address of Operator

2425 West Loop South, Suite 810, Houston, Texas 77027

HOBBSD

4. Well Location

Unit Letter F 1980 feet from the North line and 1980 feet from the West lineSection 22 Township 11S Range 33E NMPM Lea County

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

4258' 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 ☐

SUBSEQUENT REPORT OF:

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

OTHER: This will be our last well plugged this year ☐

OTHER: Use Class "H" Cmt 7500' or Deeper

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: February 3, 2010, Note: All Cmt plugs Class "C", 25 sxs or 100' whichever is greater. Notify:** New Mexico OCD, District 1, Hobbs, N.M. at 575-393-6161 (Patricia), Maxey Brown, Cell, 575-370-3179

Proposed Procedure: RU Tejas Well Service P&A Rig. ND tree. TOOH with tubing to 7840', Displace W/ 9.5 # Brine, W/12.5 salt gel per bbl (183 bbls). **Plug #1** (Production. Perfs, Upper Penn, pump cmt across top of fish @ 7840' 9102 9899'), 50 sxs. **Tag. Plug #2** Perf 5 1/2" @ 5000', 35sxs. **Tag. Plug #3** (Intermediate Casing), Perf 5 1/2" @ 3840', 35 sxs. **Tag. Plug #4** (Salt Plug) Perf 5 1/2" @ 2000', 35 sxs. **Tag. Plug #5** (Surface casing), Perf 5 1/2" @ 400', 416' 35 sxs. **Tag. Plug #6** (Surface Plug), Perf 5 1/2" @ 60', TOC 4' below surface. **Note:** See attached Wellbore Diagram: both present and proposed. After compliance, call the OCD, District 1, Hobbs, NM for on site inspection. 575-393-6161.

Spud Date:

10-26-64

Rig Release Date:

12-3-64

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

SIGNATURE

TITLE

Operations Engineer

DATE 1-6-10

Type or print name

Kirk Broussard

E-mail address:

kirkb@isramco-jay.com

PHONE: 713-456-7892 Ext 302

For State Use Only

APPROVED BY:

TITLE

Compliance Officer

DATE

2/3/2010

Conditions of Approval (if any)

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

State NBF #1 Present WBD

Elevation: 4258' GL

Bagley Field, Lea County NM.

Jay Management, LLC.

Pumped 350 sxs, Circ.

13 3/8", 17#, @ 366'

H.S. 17 1/2"

8 5/8" 24#, 32#, @ 3790'
H.S. 12 1/4"

Pumped 175 sxs

RIH W/182 Jts 2 3/8" TBG

Fish @ 7840'

Pumped 400 sxs

Perfs @ 9102-9104', 9126'-9128'

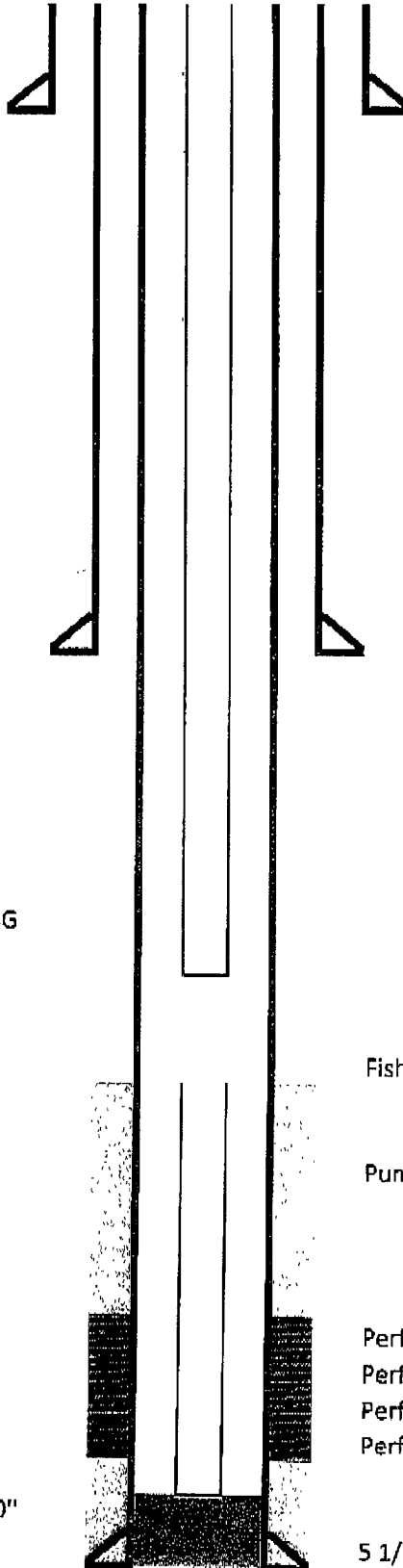
Perfs @ 9194-9196', 9456'-9458'

Perfs @ 9468'-9470'

Perfs @ 9895'-9899'

Plug Back TD @ 9850"

5 1/2", 15.5#, 17 # @ 10100', H.S. 7 7/8"



Elevation: 4258' GL

State NBF #1 Present WBD

Plug #6, (Surface)
35 sxs Class "C"
Perfs @ 60'

Plug #5, (Surf, Casing)
35 sxs Class "C"
Perfs @ ~~400'~~ 416'

(BOS)
Plug #4 (Salt Plug)
35 sxs Class "C"
Perf @ ~~2000'~~
2450'

Plug #3 (Inter.)
35 sxs Class "C"
Perfs 3840'

Plug #2
35 sxs Class "C"
Perfs 5000'

Plug #1 Top @ 7840' (Est)
50 sxs Class "C"

Plug Back TD @ 9850'

Bagley Field, Lea County NM.

Jay Management, LLC.
Pumped 350 sxs
13 3/8", 17#, @ 366'
17 1/2" H.S.

ADD! PERF @ 1600'
SQZ 35 sxs WOC ; TAG
(TDS)

Pumped 175 sxs

8 5/8" 24#, 32#, @ 3790'
H.S. 12 1/4"

Pumped 400 sxs

Top of Fish @ 7840'

Upper Penn

Perfs @ 9102-9104', 9126'-9128'
Perfs @ 9194-9196', 9456'-9458'
Perfs @ 9468'-9470'
Perfs @ 9895'-9899'

5 1/2", 15.5#, 17 # @ 10100', H.S. 7 7/8"
H.S. 7 7/8"

