

State of New Mexico
Energy, Minerals and Natural Resources

RECEIVED

FEB 03 2010

HOBBS

CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

WELL API NO. <input checked="" type="checkbox"/> 30-025-26631
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Shahan <input checked="" type="checkbox"/>
8. Well Number #1 <input checked="" type="checkbox"/>
9. OGRID Number #264953 <input checked="" type="checkbox"/>
10. Pool name or Wildcat Langlie/Mattix - 7 Rurs-Q-Grayburg <input checked="" type="checkbox"/>

SUNDY 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

Herman Loeb LLC.

3. Address of Operator

PO Box 838, Lawrenceville, Ill. 62439

4. Well Location

Unit Letter B : 330 feet from the North 2310 feet from the East lineSection 33 Township 25S Range 37E NMPM Lea County Gray

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

3,003' 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 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

1/05/2010 Found tbg parted w/TOF @ 2,811'.

1/06/2010 TIH & set packer @ 2,573'. Att to pump into production perfs fr/2,997'-3,122' @ 1,000 psi w/no success. TIH to TOF @ 2,811'. Spotted 50 sks cmt on TOF @ 2,811'.

1/07/2010 Tgd cmt plug @ 2,169'. Spotted 20 bbl 9.5 ppg salt gel spacer. Perf 900'-901'. Estb circ up 4-1/2" csg. Pumped 350 sks cmt w/good cmt to surface in 4-1/2" csg annulus. Cmt inside of 4-1/2" csg falling. Cmt in annulus staying @ surface.

1/13/2010 Topped off inside of 4-1/2" csg w/15 sks cmt.

1/14/2010 Cut off all csg 4' below GL.. Found good cmt to surface inside of 4-1/2" csg & in 4-1/2" csg annulus. Capped well & installed dry hole marker.

Spud Date:

Rig Release Date:

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.emnrd.state.nm.us/oed.

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

SIGNATURE Michael Polley TITLE Agent for Herman Loeb LLC DATE 2/03/2010Type or print name Michael Polley E-mail address: polleyms@gmail.com PHONE: 719-342-5600

For State Use Only

APPROVED BY: Greg W. Liel TITLE DISTRICT 1 SUPERVISOR DATE FEB 04 2010

Conditions of Approval (if any):