

RECEIVED

FEB 04 2010

HOBBSOCD

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

WELL API NO.

30-025-20891

5. Indicate Type of Lease

STATE ☐ FEE ☒

6. State Oil & Gas Lease No.

N/A

7. Lease Name or Unit Agreement Name

State NBF

8. Well Number 1

9. OGRID Number

N/A

10. Pool name or Wildcat

N 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

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

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' which ever 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', 35 sxs. **Tag. Plug #6** (Surface Plug), Perf 5 1/2" @ 60', TOC 4' below surface. **Note:** See attached Wellbore Diagrams, 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

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 and belief.

SIGNATURE Kirk Broussard TITLE Operations Engineer DATE 1-6-10Type or print name Kirk Broussard E-mail address: kirkb@isramco-jay.com PHONE: 713-456-7892 Ext 302

For State Use Only

APPROVED BY: [Signature] TITLE OC FIELD REPRESENTATIVE/STAFF MANAGER DATE 2-9-10

Conditions of Approval (if any):

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'

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

BS @ 2250 WOC TAG

Perf @ 1750 (TS) WOC TAG

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.

Pumped 175 sxs

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

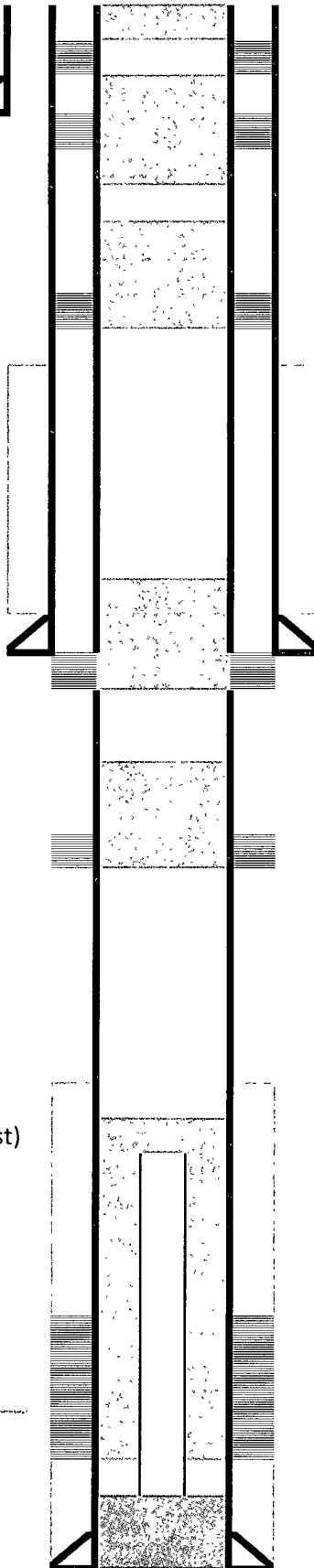
Pumped 400 sxs

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"



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H.S. 17 1/2"

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H.S. 12 1/4"

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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"

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