

State of New Mexico
Energy, Minerals and Natural Resources

<p>RECEIVED AUG 27 2010 HOBBSOCD</p> <p>CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505</p>		<p>WELL API NO. <input checked="" type="checkbox"/> 30-041-20755</p>
<p>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.)</p>		<p>5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/></p>
<p>1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/></p>		<p>6. State Oil & Gas Lease No. NMNMM 01456685</p>
<p>2. Name of Operator EOR Operating Company /</p>		<p>7. Lease Name or Unit Agreement Name Horton Federal</p>
<p>3. Address of Operator 200 N. Loraine, Suite 1440. Midland, TX 79701</p>		<p>8. Well Number # 37</p>
<p>4. Well Location Unit Letter <u>A</u> : <u>900</u> feet from the <u>North</u> line and <u>1581</u> feet from the <u>East</u> line Section <u>30</u> Township <u>8S</u> Range <u>35E</u> NMPM County <u>Roosevelt</u></p>		<p>9. OGRID Number 257420</p>
<p>11. Elevation (Show whether DR, RKB, RT, GR, etc.) 4218 DF</p>		<p>10. Pool name or Wildcat Milnesand (San Andres)</p>

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.

Est Start date: 8/30/10

Reactivate well as part of the NMOCD-ACO-265-A.

Repair, down hole equipment failure (rods, pump and or tbg) and return well to production.

(2 7/8" tbg. @ 4746'. SN @ 4715'. 5 1/2", 15.5# csg @ 4790'. Perforations 4505'-4525' & 4662'-4680')

Start Date:

Rig Release Date:

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

SIGNATURE

TITLE Sr. Well Operations Supervisor

DATE 8/24/10

Type or print name L.A. Spittler, Jr.

E-mail address: lspittler@enhancedoilres.com

PHONE: 432-688-0303

For State Use Only

APPROVED BY:

TITLE

PETROLEUM ENGINEER

DATE

AUG 30 2010

Conditions of Approval (if any):