

Submit 3 Copies To Appropriate District
Office
District I
1625 N. French Dr., Hobbs, NM 87240
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 CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505
SEP 30 2010

HOBBSOCD

WELL API NO. 30-025-02321 ✓
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No. 33997
7. Lease Name or Unit Agreement Name: BO STATE ✓
8. Well Number 4 ✓
9. OGRID Number 227252 ✓
10. Pool name or Wildcat Vacuum Grayburg/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 DYAD PETROLEUM COMPANY
3. Address of Operator 306 W. Wall, Suite 1410, Midland, TX 79701	4. Well Location Unit Letter <u>P</u> : <u>993</u> feet from the <u>SOUTH</u> line and <u>990</u> feet from the <u>EAST</u> line Section <u>12</u> Township <u>18 S</u> Range <u>34 E</u> NMPM <u>IEA</u> County <u>NM</u>
11. Elevation (Show whether DR, RKB, RT, GR, etc.) GL 3979'	
Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/> Pit type _____ 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 _____	

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 COMPLETION ☐
OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDONMENT ☒
CASING TEST AND 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 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

6-28-07 Notify N.M.O.C.D., Maxey Brown
7-2-07 Set CIBP @4,400'. Circulate 10# M.L.F. Spot 25 sx. - 4,400'-4,179'.
7-3-075 Cut 4 1/2" csg. @3,600' per company rep. Unable to pull csg. Pressure up on perfs. to 1,500 psi. No pump in rate. Spot 25 sx. cmt. @3,650'. 7-5-07 Tag TOC @3,270'. Sqz. 40 sx. cmt. w/2% CaCl under pkr. @2,000' thru perfs. 22,550'. @2 bbl/min. @1250 psi. Dis TOC TO 2,394', per OCD. Cut & pull 4 1/2" csg. from 1,100'. Spot 50 sx. cmt. - 1,300', per OCD. 7-6-07 Tag TOC @991'. Spot 40 ex. cmt. w/2% CaCl @400'. WOC & tag TOC @251'. Circ. 20 sx. cmt to surface. Remove wellhead & anchors. Install P & A Marker. Backfill collar.

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines ☐, a general permit ☐ or an (attached) alternative OCD-approved plan ☐

SIGNATURE Randall Minear TITLE P & A Supv. DATE 7-16-07
Type or print name RANDALL MINEAR E-mail address: _____ Telephone No. (432) 530-0907

For State Use Only

APPROVED BY [Signature] TITLE STAFF MGR DATE 10-5-10
Conditions of Approval, if any: _____

DYAD PETROLEUM COMPANY

505 N. Big Spring, Suite 603
Midland, Texas 79701 USA
Telephone: (432) 683-9290
Fax: (432) 684-4775

RECEIVED

SEP 30 2010

HOBBSOCD

September 29, 2010

Oil Conservation Division
Larry W. "Buddy" Hill
NMOCD – Dist. 1 Supervisor
1625 N. French Dr.
Hobbs, NM 88240

RE: Letter of Violation 9/24/10
Bo State #4

Dear Mr. Hill:

In response to the above referenced letter, it was the understanding of my Drilling Manager that the C-103 had been filed by Randall Minear, at the time of the plug and abandonment; perhaps that was not the case.

The work has been completed and I have enclosed three (3) original C-103 reports from Randall Minear on behalf of Dyad Petroleum for the above referenced well. I hope this will satisfy any outstanding issues regarding this well.

Please let me know if I can be of further assistance regarding this matter. Your help and cooperation are appreciated.

Sincerely,


Amy Dove Bushong
Regulatory Assistant
Dyad Petroleum Company

Enc.