

Submit 3 Copies To Appropriate District Office
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

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
May 27, 2004

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

WELL API NO. 30-025-32382
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No. 10646 3730
7. Lease Name or Unit Agreement Name McMillan
8. Well Number 2
9. OGRID Number 021355
10. Pool name or Wildcat Eumont/Yates- Sr-QN

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: Southwest Royalties Inc.
3. Address of Operator: #6 Desta Dr. Ste. 2100 Midland TX 79705

4. Well Location
Unit Letter K: 1980 feet from the South line and 1980 feet from the West line
Section 29 Township 18-S Range 37-E NMPM County Lea

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3,723' GL

Pit or Below-grade Tank Application ☐ or Closure ☐

Pit type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water N/A

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 COMPL ☐
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 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

09-29-10-Set C.I.B.P. @ 3,599' Circulated well w/M.L.F.
09-30-10-Spot 25 sx on C.I.B.P. @ 3,599' to 3,352'.
09-30-10-Perf @ 2,750' could not get P.I.R. Spot 25 sx @ 2,800' W.O.C. tag @ 2,530'.
09-30-10-Perf @ 1,680' sqz 80 sx W.O.C. tag @ 1,512'.
10-01-10-Perf @ 850' sqz 80 sx W.O.C. tag @ 700'.
10-01-10-Perf @ 355' sqz 125 sx to Surface.

Move in Rig up 9-28-10
Rig down move out 10-01-10

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. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOC guidelines ☒, a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE [Signature] TITLE PTA Tech (Basic Energy Services) DATE 10/21/10
Type or print name: Dawn Howard E-mail address: dhoward@claytonwilliams.com Telephone No. 432-563-3355
For State Use Only Opt Asst. 132/688-5267

APPROVED BY: [Signature] TITLE Staff Mgr DATE 11-2-10
Conditions of Approval (if any):