

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

OIL CONSERVATION DIVISION

APR 25 2011
1220 South St. Francis Dr.
Santa Fe, NM 87505

HOBBSUCD

WELL API NO. 30-025-32024
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name: STATE A 20
8. Well Number #003
9. OGRID Number 162683
10. Pool name or Wildcat EUMONT; YATES-7RVRS-QN.
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3,510' - GL
Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input checked="" type="checkbox"/>
Pit type <u>STEEL</u> 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 * <u>NONE WITHIN 1,000'</u>

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 ☐

OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐

COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDONMENT ☒

CASING TEST AND CEMENT JOB ☐

OTHER: WELL PLUGGED AND ABANDONED 04/14/11. ☐

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.

04/12/11: COULD NOT PULL OUT OF HOLE W/ 2-3/8" TBG.; EOT @ +/-3,565'; RIH W/ 2" GAUGE RING TO PBTD @ 3,590'; CUT 2-3/8" TBG. @ 3,400' - COULD NOT WORK TBG. FREE; RUN FREE PT. TOOLS X DETERMINE 2-3/8" TBG. 100% STUCK @ 965'; MIX X SQZ. A 20 SX. CMT. PLUG DOWN 2-3/8" TBG. X DISPLACE @ 3,590' (PER NMCD); WOC X TAG TOP OF CMT. PLUG @ 3,580'; 04/13/11: MIX X SQZ. A 20 SX. CMT. PLUG DOWN 2-3/8" TBG. @ 3,580' (PER NMCD); WOC X PRES. UP ON CMT. PLUG (PER NMCD) @ 750# - HELD OK; PERF. 2-3/8" TBG. @ 2,725' X MIX X SQZ. A 25 SX. CMT. PLUG @ 2,725'; DIPLACE W/ 4 BELLS W/ PRES. @ 1,800#; WOC X TAG TOP OF CMT. PLUG @ 194'; CUT 2-3/8" TBG. @ 194' (PER NMCD); MIX X CIRC. TO SURF. A 20 SX. CMT. PLUG @ 194'-3'; DIG OUT X CUT OFF WELL-HEAD 3' B.G.L.; WELD ON STEEL PLATE TO CASINGS X INSTALL DRY HOLE MARKER.

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 NMCD guidelines ☒, a general permit ☐ or an (attached) alternative OCD-approved plan ☐

SIGNATURE David A. Eyler TITLE AGENT DATE 04/19/11

Type or print name DAVID A. EYLER

E-mail address: deyler@milagro-res.com

Telephone No. (432) 687-3033

For State Use Only

APPROVED BY [Signature] TITLE STATE MGR DATE 4-27-2011

Conditions of Approval, if any: