

DISTRICT I
P.O. Box 1980, Hobbs, NM 88240

DISTRICT II
P.O. Drawer DD, Artesia, NM 88210

DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410

OIL CONSERVATION DIVISION
2040 Pacheco St.
Santa Fe, NM 87505

| |
|---|
| WELL API NO. <u>30-005-10122</u> |
| 5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/> |
| 6. State Oil & Gas Lease No. <u>B-8638</u> |
| 7. Lease Name or Unit Agreement Name <u>LEVICK STATE</u> |
| 8. Well No. <u>1</u> |
| 9. Pool name or Wildcat <u>TOBAC</u> |
| 10. Elevation (Show whether DF, RKB, RT, GR, etc.) <u>4391 DF</u> |

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 type="checkbox"/> | 2. Name of Operator <u>DAKOTA RESOURCES, INC.</u> |
| 3. Address of Operator <u>911 N. MIDKIFF, MIDLAND, TEXAS 79701</u> | 4. Well Location Unit Letter <u>I</u> : <u>1980</u> Feet From The <u>SOUTH</u> Line and <u>660</u> Feet From The <u>EAST</u> Line Section <u>20</u> Township <u>8S</u> Range <u>33E</u> NMPM <u>CHAVES</u> County |
| 10. Elevation (Show whether DF, RKB, RT, GR, etc.) <u>4391 DF</u> | |

| | |
|---|--|
| 11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data | |
| NOTICE OF INTENTION TO: | SUBSEQUENT REPORT OF: |
| PERFORM REMEDIAL WORK <input type="checkbox"/> | REMEDIAL WORK <input type="checkbox"/> |
| TEMPORARILY ABANDON <input type="checkbox"/> | ALTERING CASING <input type="checkbox"/> |
| PULL OR ALTER CASING <input type="checkbox"/> | COMMENCE DRILLING OPNS. <input type="checkbox"/> |
| OTHER: <input type="checkbox"/> | PLUG AND ABANDONMENT <input type="checkbox"/> |
| | CASING TEST AND CEMENT JOB <input checked="" type="checkbox"/> |
| | OTHER: <input type="checkbox"/> |

12. 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.

9/22/99 Rig up GANDY-TRIVICK. TEST CASING TO 500 PSI. (Charts Attached).

This Approval of Temporary Abandonment Expires 10-6-2004

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

SIGNATURE Alan Roberts TITLE Supt. DATE 10-1-99
TYPE OR PRINT NAME ALAN ROBERTS TELEPHONE NO. 915/697-3420

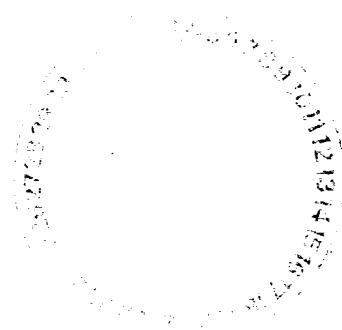
(This space for State Use) ORIGINAL SIGNED BY
GARY WINK
FIELD REP II

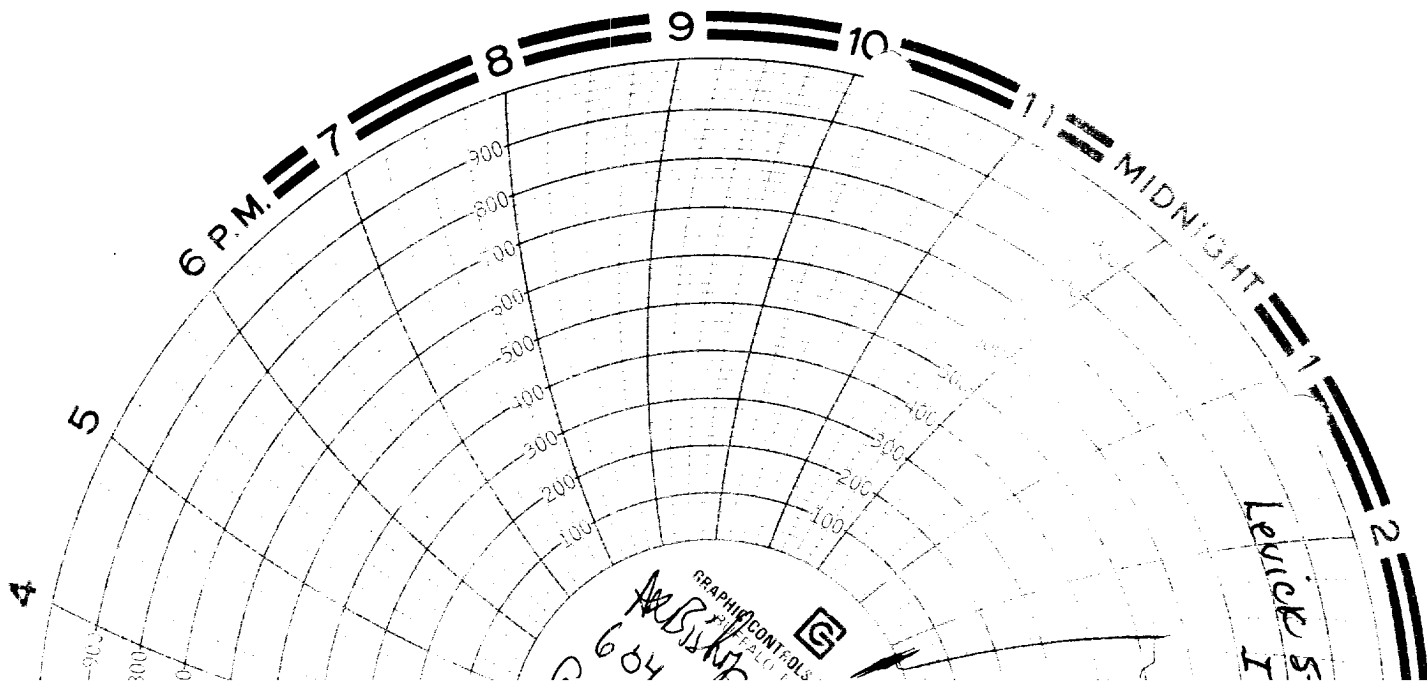
APPROVED BY _____ TITLE _____ DATE OCT 06 1999

CONDITIONS OF APPROVAL, IF ANY:

ICG

1
dp







NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
DISTRICT I HOBBS
1625 N. French Drive, Hobbs, NM 88241
(505) 393-6161
FAX (505) 393-0720

Jennifer A. Salisbury
CABINET SECRETARY

August 24, 1999

Dakota Resources
911 N. Midkiff Rd
Midland, Tx 79701

RE: Levick State # 1
Unit Letter I , Section 20, Township 8 South, Range 33 East

Gentlemen:

Through routine inspection it has come to our attention that the above referenced well have been shut in for an extended period of time. A review of our records show that this well has been temporarily abandoned since 1975. TA status expired in Jan 1977. This well is currently out of compliance.

The following options are available regarding the future disposition of this well:

1. Restore the well to production.
2. Conduct mechanical integrity test, and renew temporarily abandoned status.
3. Submit a proposal to plug and abandon the well and proceed with plugging on a timely basis subsequent to District 1 approval.

To avoid further action, we request that you exercise one of the above options no later than September 23, 1999.

We request that you notify this office 24 hours prior to commencement of any operation in order to witness the field operations.

Very truly yours

OIL CONSERVATION DIVISION


Billy Prichard
Deputy Inspector, District 1

Xc: Chris Williams
Gary Wink
File