CONDITIONS OF APPROVAL IP ANY:

State of New Mexico

Form C-103

Energy.: Minerals and Natural Resources Department **Revised 1-1-29** OIL CONSERVATION DIVISION WELL API NO. 310 Old Santa Fe Trail, Room 206 Santa Fe, New Mexico 87503 TDD, Americ, NM 88210 S. Indicate Type of Least STATE FEE DISTRICT III 1000 Rio Busses Rd., Antes, NM 87410 Oli & Ges Leese No. M-13894 SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT REBERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) 1. Type of Well: W. I Saline WELL [omma Brine Recovery 2. Name of Operator & Well No. Scurlock Permian Corporation No. 1 3. Address of Operator 9. Pool page or Wilder P.O. Box 4648 Houston, Texas 77210-4648 Watt Location Unit Letter M : 577.5 Pest From The South 907.5 West Fast From The 36 37E Lea County Township 185 Range 3/L

/// 10. Elevation (Show whether DF, REB, RT, GR, etc.) 3650.4 GR 11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF PERFORM REMEDIAL WORK PLUG AND ARANDON REMEDIAL WORK ALTERING CASING TEMPORARILY ABANDON CHANGE PLANS COMMENCE DRILLING OPNS PLUG AND ABANDONME χ PULL ORALTER CASING CASING TEST AND CEMENT JOB OTHER:_ OTHER: 12. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of storting any proposed work SEE RULE 1103. Applicant proposes to complete the well as a brine recovery well. Details of work to be performed is as follows: Run in hole w/2-7/8" tubing to 2690 feet to check T.D. P.O.H. w/2-7/8". Run 1700 feet of $5\frac{1}{2}$ " casing with a packer float shoe and two stage cement tool (DU) at ± 1300 ft. 300 sacks of premium plus cement will be used. 3. A cement bond log will be run from 1300' to surface. 4. After drilling out the DU tool, casing will be tested to 750 psi. 5. Float shoe will be drilled, hole circulated clean, and work-tools laid down. 6. Tubing will be run to \pm 2690' and hung in suspension. Upon permit approval, fresh water will be pumped down $5\frac{1}{2}$ " x 2-7/8" annulus and 10# brine recovered via 2-7/8" tubing. It is estimated this work will commence in July, 1994. I hearby sectify that the information above is true and complete, to the best of my knowledge and belief. teward vans Operations Coordinator 6/21/94 Steward E. Rogers TYPE OR PROST NAME TELETHONE NO. (210) 620-1087 Orig. Signed by Paul Kautz (This space for State Use) Geologist JUN 27 1994