

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

P.O. Box 2088  
Santa Fe, New Mexico 87504-2088

|   |
|---|
| WELL API NO.<br>30-025-03251  |
| 5. Indicate Type of Lease<br>STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/> |
| 6. State Oil & Gas Lease No.<br>E-1587  |
| 7. Lease Name or Unit Agreement Name<br>West Pearl Queen Unit                                       |
| 8. Well No.<br>116  |
| 9. Pool name or Wildcat<br>Pearl Queen  |
| 10. Elevation (Show whether DF, RKB, RT, GR, etc.)<br>3760' GL                                      |

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:<br>OIL WELL <input type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER TA - Injection   |
| 2. Name of Operator<br>Pyramid Energy, Inc.  |
| 3. Address of Operator<br>10101 Reunion Place, Ste. 210 San Antonio, TX 78216  |
| 4. Well Location<br>Unit Letter L : 1980 Feet From The South Line and 660 Feet From The West Line<br>Section 29 Township 19S Range 35E NMPM Lea County |

11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:

|  |   |
|--|---|
| PERFORM REMEDIAL WORK <input type="checkbox"/>                                     | PLUG AND ABANDON <input type="checkbox"/> |
| TEMPORARILY ABANDON <input type="checkbox"/>                                       | CHANGE PLANS <input type="checkbox"/>     |
| PULL OR ALTER CASING <input type="checkbox"/>                                      |   |
| OTHER: Locate casing leak and either TA <input checked="" type="checkbox"/> or P&A |   |

SUBSEQUENT REPORT OF:

|   |   |
|---|---|
| REMEDIAL WORK <input type="checkbox"/>              | ALTERING CASING <input type="checkbox"/>      |
| COMMENCE DRILLING OPNS. <input type="checkbox"/>    | PLUG AND ABANDONMENT <input type="checkbox"/> |
| CASING TEST AND CEMENT JOB <input 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.

This wellbore failed the Mechanical Integrity Test run 05/07/94. To bring the well into compliance the following procedure will be performed:

- 1) Locate hole in casing with tubing and packer.
- 2) Set 5 sack cement plug on top of CIBP @ 4770' in 5 1/2" casing. Circulate hole with mud laden fluid.
- 3) After locating the casing leak, contact the NMOCD District Office to obtain plugging instructions to TA well. If conditions exist that will not allow well to be TA, then the well shall be plugged and abandoned.

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

SIGNATURE Scott Graef TITLE Operations Manager DATE 05/16/94  
TYPE OR PRINT NAME Scott Graef TELEPHONE NO. (210) 308-8000

(This space for State Use)

APPROVED BY \_\_\_\_\_ TITLE \_\_\_\_\_ DATE \_\_\_\_\_  
CONDITIONS OF APPROVAL, IF ANY:

**RECEIVED**

**MAY 23 1994**

**OFFICE**