

Submit 3 Copies To Appropriate District Office
District I
625 N. French Dr., Hobbs, NM 88240
District II
301 W. Grand Ave., Artesia, NM 88210
District III
600 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
Revised March 25, 1999

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

WELL API NO. 30-025-35448
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Merit II
8. Well No. 1
9. Pool name or Wildcat House Drinkard

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 Capataz Operating Inc
3. Address of Operator PO Box 10549, Midland, TX 79702
4. Well Location

Unit Letter G : 1980 feet from the North line and 1980 feet from the East line

Section 11 Township 20S Range 38E NMPM Lea County

10. Elevation (Show whether DR, RKB, RT, GR, etc.)
3590 KB

11. 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 COMPLETION ☒
OTHER ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDONMENT ☐
CASING TEST AND CEMENT JOB ☐
OTHER: ☐

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

Well presently producing 25 BOPD, 131 MCFD & 11 BWPD from Drinkard perms 7024-34'. Prep to MIRU & set RBP @ 6920. Perforate to BB from 6753-94' 21 holes .42". Acidize w/ 4000 gals 20% Nefe and if indicated frac w/ 66,000 lbs 20/40 sand & 43,000 YF140D Gel. Will swab, test Tubbs, pull RBP and commingle w/ Drinkard.

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

SIGNATURE H Scott Davis TITLE Agent DATE 9-18-01

Type or print name H Scott Davis Telephone No 915-620-8820
(This space for State use)

APPROVED BY _____ TITLE _____ DATE JAN 15 2002

Conditions of approval, if any:

ORIGINAL FILED BY
FILED
PETITION