

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.	30-025-30708
5. Indicate Type of Lease	STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.	VB-0177
7. Lease Name or Unit Agreement Name	P. Q. Osudo State Com
8. Well No.	1
9. Pool name or Wildcat	South Osudo Morrow Gas

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 type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> OTHER <input type="checkbox"/>	
2. Name of Operator Santa Fe Energy Operating Partners, L.P.	
3. Address of Operator 500 W. Illinois, Suite 500, Midland, TX 79701	
4. Well Location Unit Letter <u>G</u> : <u>1980</u> Feet From The <u>North</u> Line and <u>1980</u> Feet From The <u>East</u> Line Section <u>16</u> Township <u>21S</u> Range <u>35E</u> NMPM Lea County	
10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3620.3' GR	

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.

12-13-89: Depth 11,075'. Ran 259 jts 7" casing as follows:
Float shoe set at 11,075'
2 jts 7" 29# N-80 LT&C (73.55')
Float collar set at 10,997.88'
67 jts 7" 29# N-80 LT&C (2695.08') Top at 8302.8'
65 jts 7" 26# S-95 LT&C (2888.73') Top at 5414.07'
125 jts 7" 20# N-80 LT&C (5418.25') Top 4.15' above KB
Cement w/ 335 sx Halliburton lite containing 0.6% Halad 9 followed by
300 sx 50/50 poz w/ 6#/sk salt + 0.3% Halad 22A. PD at 6:30 p.m. ND BOP,
set slips. Install tbg head. NU BOP. Run directional survey.

12-14-89: Finished running directional survey. Test BOP and ck manifold - okay.
PU DC's and DP. Test 7" csg to 2500 psi - okay.

12-15-89: Resume drilling operations.

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

SIGNATURE Terry McCullough TITLE Sr. Production Clerk DATE 12-20-89
TYPE OR PRINT NAME Terry McCullough TELEPHONE NO. 915/ 687-3551

(This space for State Use)
ORIGINAL SIGNED BY JERRY SEXTON
DISTRICT I SUPERVISOR

APPROVED BY _____ TITLE _____ DATE _____

CONDITIONS OF APPROVAL, IF ANY:

DEC 22 1989

Submit 3 Copies
to Appropriate
District Office

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-103
Revised 1-1-89

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.	30-025-30708
5. Indicate Type of Lease	STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.	VB-0177
7. Lease Name or Unit Agreement Name	
P. Q. Osudo State Com	
8. Well No.	1
9. Pool name or Wildcat	
South Osudo Morrow Gas	

Unit Letter	G	:	1980	Feet From The	North	Line and	1980	Feet From The	East	Line
Section	16	Township	21S	Range	35E	NMPM	Lea	County		
10. Elevation (Show whether DF, RKB, RT, GR, etc.)										
3620.3' GR										

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 ☐ GAS WELL ☒ OTHER

2. Name of Operator
Santa Fe Energy Operating Partners, L.P.

3. Address of Operator
500 W. Illinois, Suite 500, Midland, TX 79701

4. Well Location
Unit Letter G : 1980 Feet From The North Line and 1980 Feet From The East Line
Section 16 Township 21S Range 35E NMPM Lea County

10. Elevation (Show whether DF, RKB, RT, GR, etc.)
3620.3' GR

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 ☐
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.

11-26-89: Depth 5467'. RU and ran 127 jts 9-5/8" 40# K-55 LT&C csg and set at 5465'. DV tool at 3508'. Cemented 1st Stage w/ 425 sx Lite containing 10#/sk Gilsonite, 1/4#/sk flocele. Tail w/ 200 sx C1 "C" Neat. PD at 2:30 a.m.
11-27-89. Open DV tool and circ between stages.

11-27-89: Cemented 2nd Stage w/ 1500 sx Howco lite w/ 10# Gilsonite, 1/4# flocele and 200 sx "C" 2% CaCl. PD at 10:30 a.m. No cement to surface. WOC 8 hrs. Run temp survey. TOC at 800'. WOC. Called NMOC and received verbal approval on TOC.

11-28-89: WOC a total of 32-1/2 hrs. Resume drilling operations.

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

SIGNATURE Terry McCullough TITLE Sr. Production Clerk DATE 12/1/89
TYPE OR PRINT NAME Terry McCullough TELEPHONE NO. 915/ 687-3551

(This space for State Use)

ORIGINAL SIGNED BY JERRY SEXTON

APPROVED BY DISTRICT I SUPERVISOR TITLE DATE

CONDITIONS OF APPROVAL, IF ANY:

DEC 04 1989