

Submit 1 Copy To Appropriate District Office
District I - (575) 393-6161
1625 N. French Dr., Hobbs, NM 88240
District II - (575) 748-1283
811 S. First St., Artesia, NM 88210
District III - (505) 334-6178
1000 Rio Brazos Rd., Aztec, NM 87410
District IV - (505) 476-3460
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources
NM OIL CONSERVATION
ARTESIA DISTRICT
OIL CONSERVATION DIVISION
OCT 27 2016 10 South St. Francis Dr.
Santa Fe, NM 87505

Form C-103
Revised July 18, 2013

RECEIVED		WELL API NO. 30-015-41015
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.)		5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>		6. State Oil & Gas Lease No.
2. Name of Operator LIME ROCK RESOURCES II-A, L.P.		7. Lease Name or Unit Agreement Name EVEREST 14 O
3. Address of Operator c/o Mike Pippin LLC, 3104 N. Sullivan, Farmington, NM 87401		8. Well Number #7
4. Well Location Unit Letter <u>O</u> : <u>940</u> feet from the <u>South</u> line and <u>1850</u> feet from the <u>East</u> line Section <u>14</u> Township <u>18-S</u> Range <u>26-E</u> NMPM <u>Eddy</u> County		9. OGRID Number 277558
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3312' GL		10. Pool name or Wildcat Atoka, Glorieta-Yeso (3250)

12. 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 COMPL ☐
DOWNHOLE COMMINGLE ☐
CLOSED-LOOP SYSTEM ☒
OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ P AND A ☐
CASING/CEMENT JOB ☐
OTHER: Spud & Casings ☒

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

On 10/5/16, drilled 26" conductor hole to 94'. Landed 20" conductor @ ~94' & cmted w/380 sx (509 cf) "C" cmt w/2% Cacl2.

Spud well on 10/15/16. Drilled 17-1/2" hole to 400'. Landed 13-3/8" 54.5# J-55 csg @ 389'. Cmted lead w/100 sx (160 cf) "C" cmt w/12% thixotropic, 2% Cacl2, 3#/sx kolseal & 0.125#/sx cellphane. Tailed w/400 sx (536 cf) "C" cmt w/2% Cacl2 & 0.125#/sx cello flake. Did not circ. Ran 1" & tagged cmt @ 110'. Pumped 150 sx "C" cmt w/2% Cacl2 & circ 5 sx cmt to surface. On 10/5/16, PT 13-3/8" csg to 600 psi-OK. *length of test?*

Drilled 12-1/4" hole from 13-3/8" csg shoe to 854' on 10/17/16. Since 1st oil show was @ 854', changed intermediate csg depth to 804'. On 10/17/16, landed 8-5/8" 24# J-55 csg @ 804'. Cmted lead w/300 sx (747 cf) 50/50 poz "C" cmt w/10% gel, 5#/sx salt, 0.4#/sx PF45 defoamer & 0.125#/sx cello flake. Tailed w/225 sx (302 cf) "C" cmt w/2% Cacl2 & 0.125# cello flake. Circ 113 sx cmt to pit. On 10/18/16, PT 8-5/8" csg to 600 psi for 30 min-OK.

Drilled 7-7/8" hole from 8-5/8" csg shoe to TD4375' on 10/22/16. Ran open hole logs. On 10/23/16, landed 5-1/2" 17# J-55 csg @ 4373'. Cmted lead w/200 sx (392 cf) 35/65 poz "C" cmt w/6% gel, 0.125#/sx cello flake, 2% fluid loss, 0.4#/sx defoamer, 3#/sx kol seal, 0.1% retarder, & 5% salt. Tailed w/700 sx (931 cf) "C" cmt w/0.125# cello flake, 2% fluidloss, 0.1% retarder, & 2% dispersant. Circ 200 sx cmt to pit. Released drilling rig on 10/24/16. We plan to pressure test the 5-1/2" csg before completion operations.
Bottom Hole at: 976 FSL & 1664 FEL Sec 14 T18S R26E

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

SIGNATURE Mike Pippin TITLE Petroleum Engineer - Agent DATE 10/24/16
Type or print name Mike Pippin E-mail address: mike@pippinllc.com PHONE: 505-327-4573
For State Use Only

APPROVED BY: Karen Sharp TITLE Bus Oper Spec-Adv DATE 10/27/16
Conditions of Approval (if any):