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UNITED STATES FORM APPROVED MAY 2 2 2017 DEPARTMENT OF THE INTERIOR Budget Bureau No. 1004-0137 Form 3160-5 **BUREAU OF LAND MANAGEMENT** Expires March 31, 2014 (March 2012) 5. Lease Serial No. SUNDRY NOTICES AND REPORTS ON WEIGES ington Field Office Do not use this form for proposals to drill or to re-enter an abandoned well-gement NMNM-99735 Use Form 3160-3 (APD) for such proposals 6. If Indian, Allottee or Tribe Name SUBMIT IN TRIPLICATE - Other instructions on page 2. 7. If Unit or CA/Agreement, Name and/or No. 1. Type of Well Oil Well Gas Well Other OIL CONS. DIV DIST. 3 8. Well Name and No. 2. Name of Operator JUN 05 2017 Synergy Operating, LLC (OGRID # 163458) Synergy 21-7-7 # 130 9. API Well No. 3a. Address 3b. Phone No. (include area code) PO Box 5513 (505) 325-5549 30-043-21020 Farmington, NM 87499 10. Field and Pool, or Exploratory 4. Location of Well (Footage, Sec, T. R., M, or Survey Description) **Basin Fruitland Coal** Unit D, 695' FNL, 710' FWL, Sec 07, T21N - R07W 11. County or Parish, State Sandoval County, New Mexico 320 Acres (W/2) 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Notice of Intent Acidize **Fracture Treat** Recomplete **New Construction Temporary Abandon** Alter Casing Subsequent Report Casing Repair Plug & Abandon Water Disposal Plug Back Water Shut-Off Change Plans Well Integrity Convert to Injection Production (Start/Resume) Final Abandonment Notice Deepen Reclamation Other: 13. Describe Proposed or Completed Operations: (Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with the BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.) NOTIFIED BOTH BLM AND NMOCD PRIOR TO PERFORMING MIT TESTS 04-20-2017 MIRU TESTING UNIT, WITH BOTH ANALOG CHART RECORDER AND DIGITAL CHART RECORDER. CIBP @ 650' PRESSURE TEST 5-1/2" CASING TO 602 PSIG FOR 30 MINUTES. TEST WITNESSED BY BLM AND NMOCD PERSONNEL. MIT TEST PASSED. RD TESTING EQUIPMENT. SEE ATTACHED WELLBORE DIAGRAM AND CHARTS. PER IM - NM-2016-017, SYNERGY RESPECTFULLY REQUESTS TEMPORARY ABANDONED (TA) STATUS FOR A PERIOD OF ONE YEAR TO BE RENEWED ANNUALLY FOR UP TO FIVE YEARS BEFORE MECHANICAL INTEGRITY MUST BE REDEMONSTRATED. TA APPROVAL IS REQUESTED BECAUSE OF LOW NATURAL GAS COMMODITY PRICES AND WAITING ON PIPELINE. APPROVAL IS REQUESTED UNTIL MAY 15, 2018. 14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed) THOMAS E. MULLINS tom.mullins@synergyoperating.com **ENGINEERING MANAGER** Title MAY 10, 2017 Date Signature THIS SPACE FOR FEDERAL OR STATE OFFICE USE Approved by Conditions of approval, if any are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would FARMING TON FIELD OFFICE entitle the applicant to conduct operations thereon. Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any depart ficticious or fraudulent statements or representations as to any matter within its jurisdiction.



(Instructions on page 2)

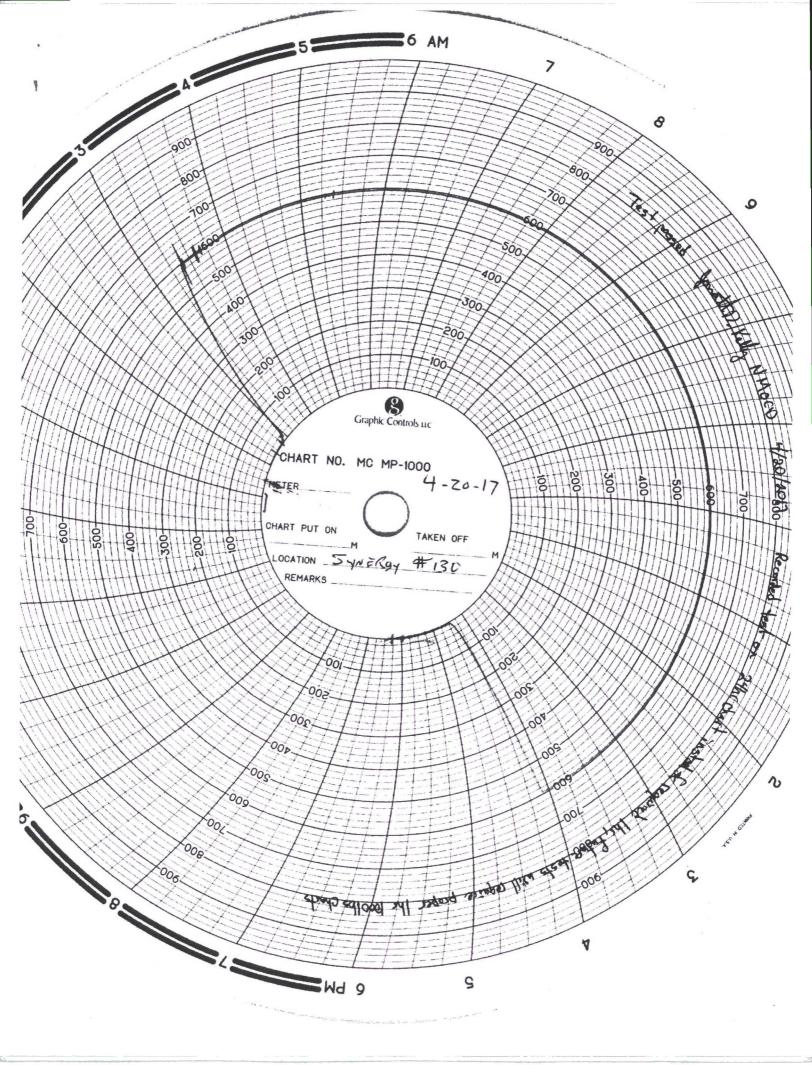


NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

MECHANICAL INTEGRITY TEST REPORT

(TA OR UIC)

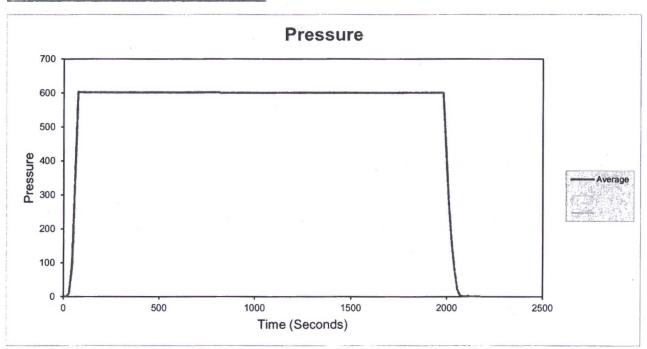
Date of Test 4/20/2017	Operator Synersy	API #30-043 - 21020
Property Name Synergy 21-7-7	Well # 130	Location: Unit Sec 7 Twn 21 Rge 7
Land Type: State Federal Private Indian	Well T	Water Injection Salt Water Disposal Gas Injection Producing Oil/Gas Pressure obervation
Cemporarily Abandoned Well (Y/N):	TA Exp	pires:
asing Pres. Idenhead Pres. NA nt. Casing Pres.	Tbg. SI Pres. NA Tbg. Inj. Pres. NA	Max. Inj. Pres. NA
ed annulus up to 602	psi for 30	mins. Test passed failed
Smin bill pai BHOpsi 10 min BHD pai 25 min bol psi 1	LOI pai BHD pai, 15 BHD pai, 30 minhol pai on for testing today. Pressur	- IVA 1: 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1
Bridge day sol @ 150 ft		
(Operator Representative)	Witness Shall	NMOCD)
(Position)		Revised 02-11-02
Oil Conservation	Division * 1000 Rio Brazos Road	* Arten New Merico 27410



Data Collection Report

Gauge Information	
Serial Number	649601
Model	2KPSIXP2I
Message Store	************
Units	PSI 2.2.

Run Info	
Start Time	4/20/17 9:19:33 AM
Stop Time	4/20/17 9:56:03 AM
V Logging Interval	15 SELords



SYNERGY 21-7-7 # 130 Unit D, Section 07-T21N-R07W 695' FNL, 710' FWL 6709' GL, 7' KB

12-1/4" Hole

7-7/8" Hole

Spud: 02/06/07 Steve & Son Rig # 1 Completed: 11/11/09

API # 030-043-21020

36.07179 deg North, 107.62383 deg West

8-5/8" 24# K-55 Casing @ 132' w/ 95 sxs Circulated 3 bbls cement to surface

> Dev Surveys 137' 1/2 888' 1/2

5-1/2" CIBP @ 650'

Fruitland Coal Perforations 671' to 690' (80 holes)

5-1/2" 15.5# K-55 LT&C Casing @ 860', w/ 124 sxs (255.4 ft3) Lead Type 5 cement @ 12.5 ppg tail with 75 sxs (89.3 ft3) Type 5 @ 15.5 ppg. Good Circulation, Circulate 45 bbls to surface

PBTD: 862' TD: 888'

Formation Tops

Nacimiento Ojo Alamo Kirtland 138' Fruitland 331' 748 Pict Cliffs

San Jose

TD: 888'

Specialty Logs, Misc none

Open Hole Logs (Jet West) **GR-Density-Calipher** (2-09-2007)

Cased Hole Logs (Jet West) GR-CCL (7-11-2007)

Thomas E. Mullins May 10, 2017

Formation Name: Fruitland Coal

07-11-2007 MIRU Jet West, Run GR-CCL. Correlate with OH Logs

11-12-2009 MIRU PACE, Pressure Test 5-1/2" casing 500# 30 mins, 1200# for 2 mins, chart tests RU Blue Jet. Correlate logs. Perforate Fruitland Coal 671' to 690' (19') with 80 holes in 2 - 10' guns 4 SPF

02-24-2017 MIRU Basin Perforators. SICP = 2#, Blow down. RIH and set CIBP @ 650' to isolate perforations. 03-15-2017 Load 5-1/2" casing from surface. Test casing to 50#.

04-20-2017 MIRU Testing unit. Perform witnessed MIT test on 5-1/2" casing to 602# for 30 mins, chart tests.

Performed witness bradenhead test. Well Secure.