

Submit 1 Copy To Appropriate District Office  
 District I  
 1625 N French Dr, Hobbs, NM 88240  
 District II  
 1301 W Grand Ave, Artesia, NM 88210  
 District III  
 1000 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  
 October 13, 2009

HOBBS OGD  
 NOV 01 2011  
 RECEIVED

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

WELL API NO. 30-41-20947
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Peggy Sue State
8. Well Number 1
9. OGRID Number 1092
10. Pool name or Wildcat Tannyhill; Fusselman, East
11. Elevation (Show whether DR, RKB, RT, GR, etc.)

**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  
Armstrong Energy Corporation

3. Address of Operator  
P.O. Box 1973, Roswell, NM 88202-1973

4. Well Location  
 Unit Letter I : 2310 feet from the South line and 330 feet from the East line  
 Section 36 Township 05S Range 33E NMPM Roosevelt County

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

SUBSEQUENT REPORT OF:

- REMEDIAL WORK  ALTERING CASING   
 COMMENCE DRILLING OPNS.  P AND A   
 CASING/CEMENT JOB

OTHER:

OTHER:

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.

10-19-11 TD 8000' @ 12:05 PM

10-25-11 Ran 20 jts, 850', 5-1/2"-17#/ft, J-55, 8 RD, LT&C csg. Ran 135 jts, 5738', 5-1/2"-15.5#/ft, J-55, 8 RD, LT&C csg. Ran 34 jts, 1445', 5-1/2"-17#/ft, J-55, 8 RD, LT&C csg. Cemented @ 8000' w/ 525 sx Versacem-PBSH2, 3#/sx Salt, 0.5% LAP-1, 0.4% CFR-3, 0.25#/sx D-Air 5000 mixed @ 13.2 ppg, 1.64 cu ft/sx. Pre-flush 500 gals Super Flush 102, 10 bbls FW. Plug down @ 6:45 AM, 10-26-11.

10-26-11 Rig released @ 3:00 PM, 10-26-11.

Spud Date:

9-28-11

Rig Release Date:

10-26-11

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

SIGNATURE B. Stubbs TITLE VICE PRESIDENT DATE 10/31/11

Type or print name Bruce A. Stubbs E-mail address: bastubbs@armstrongenergycorp.com PHONE: (575) 625-2222

For State Use Only

APPROVED BY: [Signature] TITLE PETROLEUM ENGINEER DATE NOV 02 2011 Conditions of Approval (if any):

NOV 02 2011