

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

Form C-103
 Revised August 1, 2011

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

WELL API NO. 30-025-36668
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 ALMA 33 STATE
8. Well Number #001
9. OGRID Number 023032
10. Pool name or Wildcat ATOKA

SUNDRY NOTICES AND REPORTS ON WELLS
 (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG A WELL IN A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well: Oil Well Gas Well Other **SEP 11 2014**

2. Name of Operator
THRESHOLD DEVELOPMENT COMPANY **RECEIVED**

3. Address of Operator
777 TAYLOR STREET, PLL-D, FORT WORTH, TEXAS 76102

4. Well Location
 Unit Letter: F: 1707 feet from the NORTH line and 1625 feet from the WEST line
 Section 33 Township 13S Range 35E NMPM LEA County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
4,057' - GR

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

E-PERMITTING PE P&A NR TE INT TO P&A PU CSNG DC TA OTHER: <input type="checkbox"/>	P&A R CHG Loc RBDMS CHART	SUBSEQUENT REPORT OF: REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/> COMMENCE DRILLING OPNS. <input type="checkbox"/> P AND A <input checked="" type="checkbox"/> CASING/CEMENT JOB <input type="checkbox"/>
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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.

06/13/14: JET CUT X PULL OUT OF HOLE W/ 2-7/8" @ 12,444' (OK'D BY OCD).
 06/14/14: SET 5-1/2" CIBP @ 12,440' (PER OCD); DUMP BAIL 35' CMT. @ 12,440'-12,405'; CIRC. WELL W/ MUD.
 06/15/14: PUMP 30 SXS. CMT. @ 9,750'; WOC.
 06/16/14: DID NOT TAG CMT. PLUG; PUMP 30 SXS. CMT. @ 9,750'; WOC.
 06/17/14: TAG CMT. PLUG @ 9,504'; PERF. SQZ. HOLES @ 8,197'; ATTEMPT TO EST. INJ. RATE - PRES. UP TO 900# X HOLD; PUMP 25 SXS. CMT. @ 8,247' (PER OCD); WOC X TAG CMT. @ 8,001'; PERF. SQZ. HOLES @ 6,437'.
 06/18/14: ATTEMPT TO EST. INJ. RATE - PRES. UP TO 800# X HOLD; PUMP 25 SXS. CMT. @ 6,487'; WOC X TAG @ 6,301'.
 06/19/14: CUT 5-1/2" CSG. @ 4,570' - NOT FREE; SQZ. 65 SXS. CMT. @ 4,570'; WOC X TAG CMT. @ 4,180'.
 06/20/14: CUT X PULL 5-1/2" CSG. @ 3,080'.
 06/21/14: PUMP 50 SXS. CMT. @ 3,130'; WOC X TAG CMT. @ 2,905'; PUMP 45 SXS. CMT. @ 2,152'; WOC.
 06/22/14: TAG CMT. @ 2,029'; PUMP 40 SXS. CMT. @ 559'-450'; PERF. SQZ. HOLES @ 100' - COULD NOT PUMP INTO PERFS; MIX X CIRC. TO SURF. 40 SXS. CMT. @ 150'-3' (PER OCD); DIG OUT X CUT OFF WELLHEAD 3' B.G.L.
 06/23/14: WELD ON STEEL PLATE TO CSGS. X INSTALL DRY HOLE MARKER.

Spud Date: **MIRU: 06/12/14** Rig Release Date: **RDMO: 06/23/14**

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

SIGNATURE David A. Eyer TITLE: AGENT DATE: 09/10/14

Type or print name: DAVID A. EYLER E-mail address: DEYLER@MILAGRO-RES.COM PHONE: 432.687.3033

For State Use Only
 APPROVED BY: Mary Brown TITLE: Dist. Supervisor DATE: 9/16/2014
 Conditions of Approval (if any): SEP 17 2014