OCD-HOBBS

■ Well Integrity

Workover Operations

Other

| | | | | - OD-HODI | 82 | | |
|--|--|--|--------------|--------------------------------------|--|--|--|
| SUNDRY | LIMITED OTATEO | | | | FORM APPROVED OMB NO. 1004-0137 Expires: January 31, 2018 5. Lease Serial No. NMNM78273 | | |
| abandoned wel | If Indian, Allottee or Tribe Name If Unit or CA/Agreement, Name and/or No. | | | | | | |
| Type of Well | 8. Well Name and No. LUCY FEDERAL 2 | | | | | | |
| Name of Operator READ & STEVENS | 9. API Well No. 30-025-40055 | | | | | | |
| 3a. Address P. O. BOX 1518 ROSWELL, NM 88202 | | 3b. Phone No. (include area co Ph: 575-624-3760 | ode) | 10. Field and Pool or E LEA YATES | Exploratory Area | | |
| 4. Location of Well (Footage, Sec., T | 107. | 11. County or Parish, State | | | | | |
| Sec 14 T20S R34E 1980FSL | LEA COUNTY, NM | | | | | | |
| 12. CHECK THE AF | PPROPRIATE BOX(ES) | TO INDICATE NATURE | E OF NOTICE, | REPORT, OR OTH | IER DATA | | |
| TYPE OF SUBMISSION | TYPE OF ACTION | | | | | | |
| Notice of Intent | ☐ Acidize | ☐ Deepen | ☐ Product | ion (Start/Resume) | ☐ Water Shut-Off | | |

☐ Hydraulic Fracturing

■ New Construction

☐ Plug and Abandon

☐ Reclamation

☐ Recomplete

☐ Temporarily Abandon

MIRU. Set CIBP at 3550'. Treat the upper Yates perfs from 3466-84' and 2503-07'. Acidize and stimulate as necessary. Return will to production.

☐ Alter Casing

☐ Casing Repair

☐ Change Plans

This notice of intent was not approved prior to wellwork,

| | | | | DLI | ICL | | |
|--|---|---------|----------------|-----|--------------|--|--|
| 14. I hereby certify that the | e foregoing is true and correct. Electronic Submission #364541 verifie For READ & STEVEN Committed to AFMSS for processing | S, sent | to the Hobbs | | | | |
| Name (Printed/Typed) | KELLY BARAJAS | Title | REPORT PREPARE | ₹ | | | |
| Signature | (Electronic Submission) | Date | 01/23/2017 | | | | |
| THIS SPACE FOR FEDERAL OR STATE OFFICE USE | | | | | | | |
| Approved By | Phoward | Title | TPET | | Date 4/10/17 | | |
| Conditions of approval, if any, are attached. Approval of this votice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon. | | Office | CFO | * | KK | | |
| 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 department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction. | | | | | | | |

(Instructions on page 2)

■ Notice of Intent

☐ Subsequent Report

☐ Final Abandonment Notice