State of New Mexico Form C-103 Submit 1 Copy To Appropriate District Office Revised July 18, 2013 District I - (575) 393-6161 Energy, Minerals and Natural Resources 1625 N. French Dr., Hobbs, NM 88240 WELL API NO. HOBE District II - (575) 748-1283 30-025-33875 OIL CONSERVATION DIVIS 811 S. First St., Artesia, NM 88210 5. Indicate Type of Lease 1220 South St. Hances Of District III - (505) 334-6178 STATE 🖂 FEE 1000 Rio Brazos Rd., Aztec, NM 87410 Santa Fe, NM 87505 6. State Oil & Gas Lease No. District IV - (505) 476-3460 1220 S. St. Francis Dr., Santa Fe, NM 87505 SUNDRY NOTICES AND REPORTS ON WELLS 7. Lease Name or Unit Agreement Name (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 Hoover 32 PROPOSALS.) 8. Well Number 1. Type of Well: Oil Well Gas Well Other 2. Name of Operator 9. OGRID Number 1092 ARMSTRONG ENERGY CORPORATION 10. Pool name or Wildcat 3. Address of Operator P.O. BOX 1973, ROSWELL, NM 88202-1973 Vacuum: Drinkard 4. Well Location 1950 feet from the Unit Letter ___I South line and 380 feet from the line Section 32 35E Township 17S Range **NMPM** Lea County 11. Elevation (Show whether DR. RKB, RT. GR. etc.) 12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PERFORM REMEDIAL WORK] REMEDIAL WORK ALTERING CASING □ COMMENCE DRILLING OPNS. □] P AND A Ø TEMPORARILY ABANDON Г INT TO PA Г **PULL OR ALTER CASING** CASING/CEMENT JOB P&A NR 1 DOWNHOLE COMMINGLE **CLOSED-LOOP SYSTEM** 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. Move in and rig up. Dug out intermediate head and installed BOP. Moved in remaining equipment. Tagged CIBP at 6/21/2018 7684', caught circulation and spotted 25 sx Class H cement on top of CIBP at 7684'. Displaced with MLF. Laid down 50 joints of tubing and SION. Caught circulation and spotted 25 sx Class C cement at 6071'. POOH to 4110' and spotted 25 sx cement. POOH with 6/22/2018 tubing and perforated 5 ½" casing at 3297'. RIH with packer and set at 2972'. Pressured up on perfs to 750# and held. No pressure drop. Bled down at the truck and pressured up again to 750#. Could not squeeze perfs. POOH with packer and RIH with tubing and spotted 25 sx cement across perfs from 3351'. POOH 15 stands. Closed BOP, established circulation, closed casing valve and pressured up on wellbore to 500# and shut in. Will tag Monday. ***CONT'D ON PAGE 2*** Approved for Plugging of wellbore only. Liability under bond is retained pending restoration and completion of the C-103, Specific for Subsequent Report of Well Plugging, which may be found on Spud Date: the OCD web page under forms. Restoration Due By 6-25-I hereby certify that the information above is true and complete to the best of my knowledge and belief. **SIGNATURE** VP - Operations TITLE DATE

Type or print name Kyle Alpers E-mail address: kalpers@aecnm.com PHONE: 575-625-2222

APPROVED BY: TITLE Compliance Office DATE 7-27-18

Conditions of Approval (if any)

Hoover 32 #3 API #30-025-33875 C-103 – Sub Report – P&A Page 2



Tagged cement at 3183'. POOH and perforated 5 ½" casing at 1597'. Set packer at 1265' and pressured up on perfs to 1500#. Lost 100# in 10 minutes. Bled off at the truck and repeated process again two more times with the same result. Called OCD. POOH with packer and RIH with tubing and spotted 25 sx cement across perfs from 1648' as per OCD. POOH 14 stands, established circulation, closed BOP and pressured up on the wellbore to 600#. WOC 3.5 hrs. Tagged cement at 1417'. Perforated 5 ½" casing at 405' (casing collar was at 401'). Closed BOP and pumped down 5 ½" casing and got good circulation up the intermediate head. Removed BOP and installed top flange. Pumped cmt with CaCl down the 5 ½" casing to perfs at 405' and up the 5 ½" X 8 5/8" annulus. Took 110 sx with to get good cement to the steel pit. Closed intermediate valve and pressured up on the wellbore to 600#. WOC 15 minutes. Pressure was 200#. Pressured up again to 600#. WOC 30 minutes. Pressure had fallen to 300#. Pressured back up to 600# and SION.

6/26/2018 Rigged down and cut off wellhead. Mixed 5 sx cement and inched 5 ½" casing to surface from 20'. 8 5/8" and 11 ¾" casing had cement to surface. Installed marker, cut off anchor, cleaned pit and cleared the location.