

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
HOBBS OCD
 OIL CONSERVATION DIVISION
 JUN 22 2012
 220 South St. Francis Dr.
 Santa Fe, NM 87505

Form C-103
 Revised August 1, 2011

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)		WELL API NO. 30-025-10624 ✓
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other INJECTION		5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
2. Name of Operator LEGACY RESERVES OPERATING LP		6. State Oil & Gas Lease No. 685270
3. Address of Operator P.O. BOX 10848 MIDLAND, TX 79702		7. Lease Name or Unit Agreement Name SKELLY PENROSE A UNIT ✓
4. Well Location Unit Letter B : 660 feet from the NORTH line and 1980 feet from the EAST line Section 04 Township 23S Range 37E NMPM County LEA		8. Well Number 17 ✓
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3338' DR		9. OGRID Number 240974 ✓
10. Pool name or Wildcat Langlie Mattix; 7 Rvrs-Queen-Grayburg		

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

NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/> PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPL <input type="checkbox"/> DOWNHOLE COMMINGLE <input type="checkbox"/>		SUBSEQUENT REPORT OF: REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/> COMMENCE DRILLING OPNS. <input type="checkbox"/> P AND A <input type="checkbox"/> CASING/CEMENT JOB <input type="checkbox"/>	
OTHER: RETURN TO WATER INJECTION <input checked="" type="checkbox"/>		OTHER: 11.6 C Packer shall be set within or less than 100 feet of the uppermost injection perforation. <input type="checkbox"/>	

13. Describe proposed or completed operations. (Clearly state all pertinent details and give most favorable completion 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.

Proposed Procedure: Estimated Start Date: July 25, 2012

- MIRU pulling unit.
- POH tbg and inj pkr. Run 3 7/8" bit to btm and tag PBTD. CO fill if necessary.
- RIH w/ 4 3/4" pkr and tbg to top perf. Set pkr and pressure test csg to 500#. Move pkr uphole as necessary to determine the lowest depth of good casing.
- Run GR/Compensated Neutron log from PBTD to 2700'.
- Rig down pulling unit.
- Obtain approval from NMOCD for injection packer set depth if necessary to set pkr >100' above top perf.
- MIRU pulling unit.
- Acidize perforations 3558'-3653' w/ 5000 gal 15% NEFE HCL.
- RIH w/ 2 3/8" IPC injection tubing and injection packer. Set pkr at approved depth.
- Run MIT test to 500# for 30 min. Notify NMOCD prior to test.
- Put well back on injection at 100 BWIPD max rate or 1500# max pressure.

Condition of Approval: the operator shall give 24 hour notice to the appropriate District office before work begins

Release Date

Condition of Approval: Notify OCD Hobbs office 24 hours prior to running MIT Test & Chart.

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

SIGNATURE Kent Williams TITLE SENIOR ENGINEER DATE 06/22/2012

Type or print name KENT WILLIAMS E-mail address: _____ PHONE: 432-689-5200

For State Use Only

APPROVED BY [Signature] TITLE Smith DATE 6-26-2012
 Conditions of Approval (if any): _____

JUN 26 2012

WELLBORE SCHEMATIC

Well Name & No.:	Skelly Penrose A Unit # 17		
Field:	Langlie Mattix (7Rivers/Queen/Grayburg)		
Location:	660' F N L x 1980' F E L, Sec. 4, Unit Letter B,T-23-S, R-37-E		
County:	Lea	State:	NM API #: 30-025-10624
GR Elev:	3338.0	Spud Date:	08/15/40
KB:	0.0	Original Operator:	Skelly Oil Comp.
KB Elevation:	3338.0	Original Lease Name:	H. O. Sims # 13

