

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
HOBBS OGD, Minerals and Natural Resources
DEC 20 2018 CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505
RECEIVED

Form C-103
Revised July 18, 2013

WELL API NO. 30-025-39922
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. NMNM 033312A
7. Lease Name or Unit Agreement Name 14-08-0001-14277 (NMNM 70953X) GRM unit
8. Well Number: GRM Unit #8 <input checked="" type="checkbox"/>
9. OGRID Number 234255
10. Pool name or Wildcat Morrow Formation, Grama Ridge

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: Gas Storage

2. Name of Operator
Enstor Grama Ridge Storage & Transportation, LLC

3. Address of Operator
20329 State Hwy 249, Suite 500, Houston, TX 77070

4. Well Location
Unit Letter P : 126 feet from the South line and 1048 feet from the East line
Section 4 Township 22S Range 34E NMPM Lea County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3597' GL

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 ☐
CLOSED-LOOP SYSTEM ☐
OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ P AND A ☐
CASING/CEMENT JOB ☐
OTHER: MIT Pressure Test ☒

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.

On 12/15/2018, Enstor conducted pre-workover diagnostics on Grama Ridge GRM Unit #8 Well which included pressure testing the tubing / casing annulus per MIT testing guidelines and also pressure testing the injection / withdrawal tubing to confirm integrity. Both tests were successful and were witnessed and approved by John Staton, Petroleum Engineer Technician with the BLM. NMOCD Field Office was contacted also; however, no representative was available to witness the test.

On 12/17/2018, George Bower (NMOCD Compliance Officer) verbally approved successful MIT of the GRMU #8 Well and informed Enstor to proceed with submittal of Subsequent Sundry Report.

Based on successful MIT, Enstor requests removal of the Shut-in Directive issued on 6/21/17 so that the well may be placed back into active service.

Spud Date:

Rig Release Date:

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

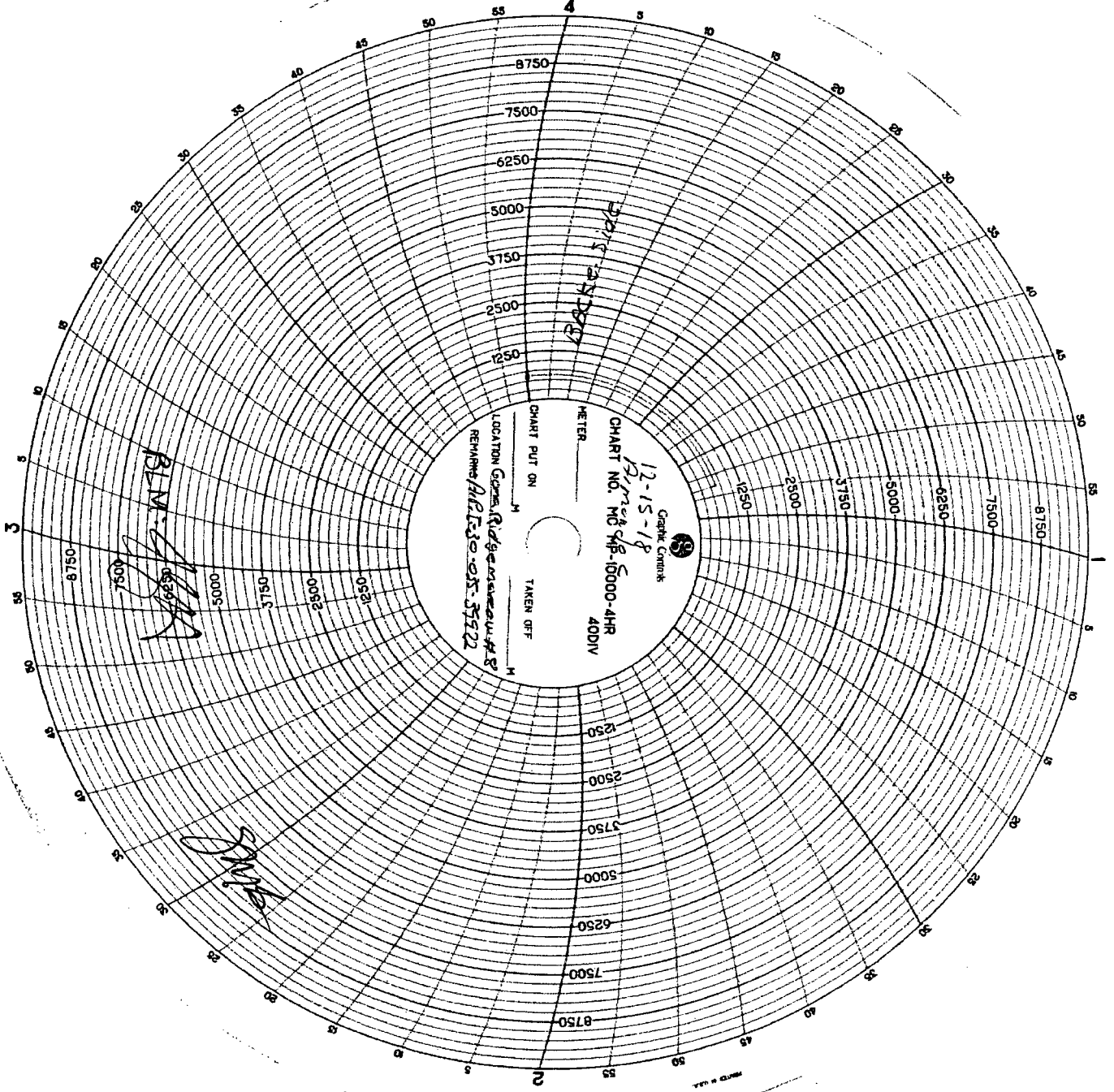
SIGNATURE  TITLE Director, Land & Regulatory Affairs DATE 12/18/2018

Type or print name Nick Nicodemus E-mail address: nick.nicodemus@enstorinc.com PHONE: 281-374-3089

For State Use Only

APPROVED BY:  TITLE Compliance Supervisor DATE 12/20/18

Conditions of Approval (if any):

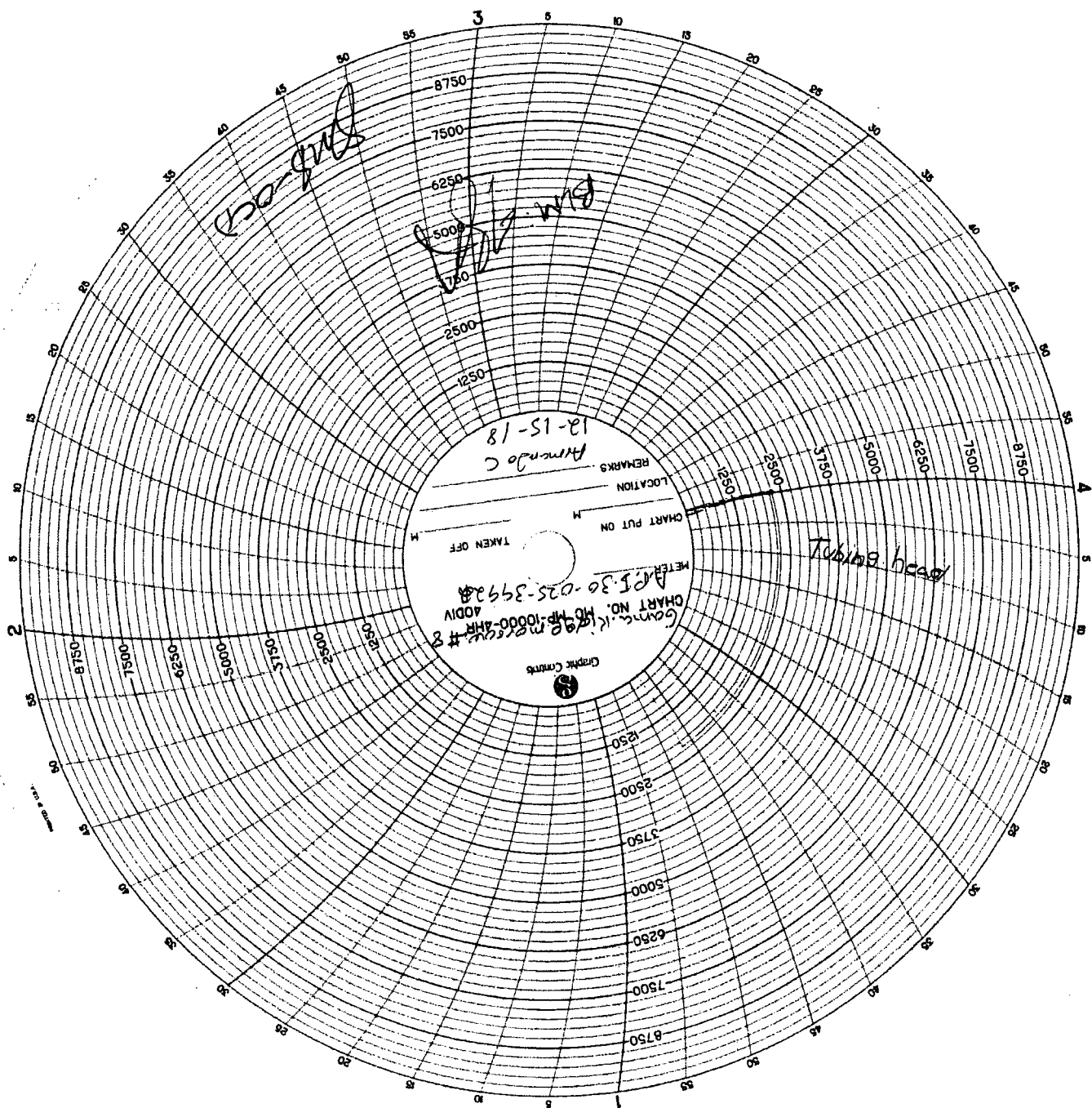


12-15-18

Armando C

A.P.I. 30-025-39922

Gama Ridge, marrow #8



12-15-18

Armando C

API-30-025-39922

Gama-Ridge, marrow #8



HOBBS OCD
DEC 20 2018
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December 18, 2018

State of New Mexico
Oil Conservation Division
1625 N. French Dr.
Hobbs, NM 88240
Attn: Mr. Paul Kautz, District Geologist

**RE: Enstor Grama Ridge Storage and Transportation, LLC
Mechanical Integrity Test (Form C-103)
Well: Grama Ridge Morrow Unit No. 8 (API# 30-025-39922)
Lea County, NM**

Dear Paul,

Per our phone conversation, enclosed you will find OCD Form C-103 and the chart for the Mechanical Integrity Test (MIT), performed on the above referenced well. The date the MIT was performed was 12/15/2018. A copy of the MIT results is also being sent to the Bureau of Land Management – Carlsbad, NM, under a separate cover letter.

Upon review of the attached and acceptance of the successful MIT, please confirm that the Shut-in Directive issued by NMOCD on 6/21/17 for the above referenced well has been removed so that we can commence operations.

Should you have any questions or require additional information, please do not hesitate to contact me at (281) 374-3089 or by email nick.nicodemus@enstorinc.com.

Regards,

Nick Nicodemus
Director, Land and Regulatory Affairs

Enclosures

Enstor, Inc.
20329 State Highway 249, Suite 500
Houston, TX 77070
Telephone (281) 374-3050
www.enstorinc.com