

HOBBS OCS

MAR 31 2014

RECEIVED

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

WELL API NO.

30-025-10695

5. Indicate Type of Lease

STATE ☐ FEE ☒

6. State Oil & Gas Lease No.

7. Lease Name or Unit Agreement Name

SKELLY PENROSE A UNIT

8. Well Number 52

9. OGRID Number

240974

10. Pool name or Wildcat

Langlie Mattix; 7Rvrs-Queen-Grayburg

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 INJECTION ☒

2. Name of Operator

LEGACY RESERVES OPERATING LP

3. Address of Operator

PO BOX 10848, MIDLAND, TX 79702

4. Well Location

Unit Letter H : 1980 feet from the NORTH line and 660 feet from the EAST line

Section 10 Township 23S Range 37E NMPM County LEA

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

3282' GR

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: ☐

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.

03/20/14 MIRU plugging equipment.

03/21/14 ND well head. NU BOP. Worked w/ stuck packer. Received permission from Mark Whitaker w/ OCD to cut tbg. Cut tbg @ 3309'. POH w/ 105 jts 2 3/8. RIH open ended w/ tbg to 3309'. Spotted 30 sx class C cement @ 3309-3100'. POH w/ 1800' of tbg.

03/24/14 Tagged plug @ 3200'. Circulated well with mud laden fluid. Spotted 40 sx class C cement @ 2525-2293. POH to 1224'. Spotted 40 sx class C cement @ 1224-992. POH w/ tbg. ND BOP. WOC. Tagged plug @ 1002'. Pressured up on csg to 500 psi. Perf'd csg @ 173'. Pressured up on perms. RIH w/ tbg open ended to 223'. Spotted 40 sx class C cement @ 223 - surface. Rigged down, cleaned location, moved off.

03/27/14 Moved in backhoe and welder. Dug out cellar. Cut off well head. Welded on "Above Ground Dry Hole Marker". Cut off deadmen. Backfilled cellar. Moved off.

Installed Closed-Loop System with steel tanks. Hauled contents from Closed-Loop System to approved NMOCD disposal location according to rule 19.15.17.

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

Kent Williams

TITLE SENIOR ENGINEER

DATE 03/28/2014

Type or print name KENT WILLIAMS

E-mail address: kwilliams@legacyp.com

PHONE: 432-689-5200

For State Use Only

APPROVED BY:

Marilyn Brown

TITLE

Compliance Officer

DATE

4/1/2014

Conditions of Approval (if any)

APR 03 2014