

Submit 3 Copies To Appropriate District Office
District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Ave., Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Geology, Minerals and Natural Resources

Form C-103
May 27, 2004

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

WELL API NO. 30-025-29340
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. E-1582
7. Lease Name or Unit Agreement Name ARCO 28 STATE
8. Well Number 1
9. OGRID Number 232611
10. Pool name or Wildcat REEVES (QUEEN)

SUNDRIY 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 Inj ☐

2. Name of Operator

SUNDOWN ENERGY LP

3. Address of Operator

13455 NOEL RD, STE. 2000, DALLAS, TX 75240

4. Well Location

Unit Letter A : 660 feet from the NORTH line and 660 feet from the EAST line
Section 28 Township 18S Range 35E NMPM County LEA

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3910.7' GR

Pit or Below-grade Tank Application ☐ or Closure ☐

Pit type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____

Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____

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 ☐

OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☒ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ P AND A ☐
CASING/CEMENT JOB ☐

OTHER Convert P&A well to in ☒

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 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

11/18/14 - 12/11/14

1- Dig out old cellar- weld on 8 5/8" stub and nipple up well head & BOP

2- Pick up 7 7/8" bit and clean out cement plugs (surface and 341'-525') down to top
Of cut casing at 1375'.

3- Run mill and dress off 4 1/2" casing stub at 1375'

4- Run 4 1/2" 10.5 casing patch with cementing ports- latch up on stub. Pump cement circulating to surface.

5- RIH with 3 3/4" bit and drill out cement and CIBP at 4472'- Clean out to 4552'...

6- Run 4 1/2" internally coated packer & 2 3/8" Internally coated tubing to

4422' (PERFS : 4472'-4488')- test for injectivity. Test annulus as required by State of New Mexico, Witnessed by NM

OCD MIT chart 1/6/2015

7- Install injection line and place well in service.

Note: This well will be known as the Reeves-Queen Waterflood Unit #1 (Order # R-13785, Case #15048)

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines ☐, a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE Belinda Bradley TITLE ADMIN. ASST. DATE 02/18/2015

Type or print name BELINDA BRADLEY E-mail address: bbradley@sundownenergy.com Telephone No. 432-943-8770

For State Use Only

APPROVED BY: Bill Lammam TITLE Staff Manager DATE 5/28/2015
Conditions of Approval (if any):

E-PERMITTING <SWD -- INJECTION>
CONVERSION m RBDMS _____
RETURN TO _____ TA _____
INT to PA _____ P&A NR _____ P&A R _____

MAY 28 2015