District I – (575) 393-6161 Energy, Minerals and Natural Resou		
1625 N. French Dr., Hobbs, NM 88240 District II – (575) 748-1283 811 S. First St., Artesia, NM 88240 OIL CONSERVATION DIVISI	WELL API NO.	
District II - (575) 748-1283	ON 30-025-35962	
District III – (505) 334-6178 1220 South St. Francis Dr.	- I	
1000 Die Drages Dd. Agtes, NM 97410.	STATE FEE	
District IV – (505) 476-3460 Santa Fe, NM 87505	6. State Oil & Gas Lease No.	
1220 S. St. Francis Dr., Santa Fe, NM 87505	LG-2850	
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 T		
DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH	Mobil Lea State	
PROPOSALS.)	9 Wall Number 9	
1. Type of Well: Oil Well Gas Well Other Water Injection Well	8. Well Nulliber 8	
2. Name of Operator Armstrong Energy Corporation	9. OGRID Number 001092	
2 Address of Operators PO Day 1072 Personal NIM 99202	10. Pool name or Wildcat	
3. Address of Operator PO Box 1973 Roswell, NM 88202	Northeast Lea Delaware	
4 W H z	Northeast Lea Delaware	
4. Well Location	e and1650feet from theWestline U	
Section 2 Township 198 Range	34E NMPM Lea County	
11. Elevation (Show whether DR, RKB, RT	G, GR, etc.)	
12. Check Appropriate Box to Indicate Nature of	Notice, Report or Other Data	
NOTICE OF INTENTION TO		
NOTICE OF INTENTION TO:	SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WORK ALTERING CASING		
TEMPORARILY ABANDON	ENCE DRILLING OPNS. P AND A	
PULL OR ALTER CASING MULTIPLE COMPL CASING/CEMENT JOB		
DOWNHOLE COMMINGLE		
OTHER: OTHER	: Casing Leak Repair	
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.		
TAKE DUDY NO	CURR C SOASI TOOM SURDER BU	
5/2/16 RU PU, ND tree, unset packer, NUBOP, TOH w/2 3/8" tbg. TIH set 10k	CIBP @ 5925'. TOOH SI BOP, RU pump truck,	
Establish injection rate. Prep for cement squeeze tomorrow.		
5/3/16 PU retainer and TIH w/work string. RU Halliburton break circ and clear pipe, set retainer @ 5766', test tbg to 4k#, pressure up		
Backside to 500#, establish injection rate @ 2.5bpm @ 1400#, mix and pump 50sx lead "C" w/.4% Halad322 tail w/ 50 sx "C"		
w/1% CaCl. Start staging @ 15.6bbl cement in zone. 4 stages w/5 min SD's, 3 stages w/10 min SD's. 1930psi ending, sting out		
of retainer and reverse 2sx to pit, RD Halliburton, TOOH w/tbg, retainer	setting tool, SDSI, WOC.	
5/4/16 SD WOC	1110	
8/5/16 RU Lucky RU, PU and TIH w/4 3/4" mill tooth, tag @ 5763' break circ and drl 3' cement on top of retainer. Retainer @ 5766'.		
Drill thru retainer and on cement to 5905', soft to medium hard circ clea		
every 2 min, isolate pump and press to 1450#, lost 150 psi in 10 min, ble		
5/6/16 14 hr SI drop from 555# to 130#, Continue drill remaining cement to CII		
isolated, lost 175# in 10 min. RD swivel, TOOH w/tbg, collars & bit. SISD.		
5/9/16 TIH w/packer and begin testing casing. Determine hole (probably a split) is still present from approximately 5873' to 5886', and		
that CIBP is holding. Establish injection rate, TOOH & prep for secondary squeeze, SISD.		
5/10/16 PU retainer and TIH. RU Halliburton, break circ and clear pipe, set retainer @ 5772', test tbg and pressure backside to 500 psi.		
Est injection rate 2bpm @ 1500psi, pump 20bbl FW w/biocide (possible bacteria is cause for first squeeze not setting up well),		
flush w/30bbl FW, pump 100sx lead "C" w/0.4% Halad-322 tail in w/100sx "C" w/1% CaCl, begin staging with 38bbl cement		
into formation. Two 5 min SD's and seven 10 min SD's last stage held (
reversed out 2 bbl tail cement (~10sx). RD Halliburton, TOH w/tbg and		
	retainer setting tool. SISD. WOC.	
5/11/16 TIH w/4 3/4" bit, BS and DC's, PU swivel and break circ begin drlg retain	retainer setting tool. SISD. WOC.	
5/11/16 TIH w/4 ³ / ₄ " bit, BS and DC's, PU swivel and break circ begin drlg retain held good. Bleed off pressure and SISD. 5/12/16 Resume drlg cement @ 5889', drill to CIBP @ 5925', circ clean and test	retainer setting tool. SISD. WOC. ner. Drl hard cement to 5889', circ and test sqz to 600#	

and chase to bottom @ 6068'. Circ 30 min, TOH and LD work string (Left one cone off bit in the hole) SISD.

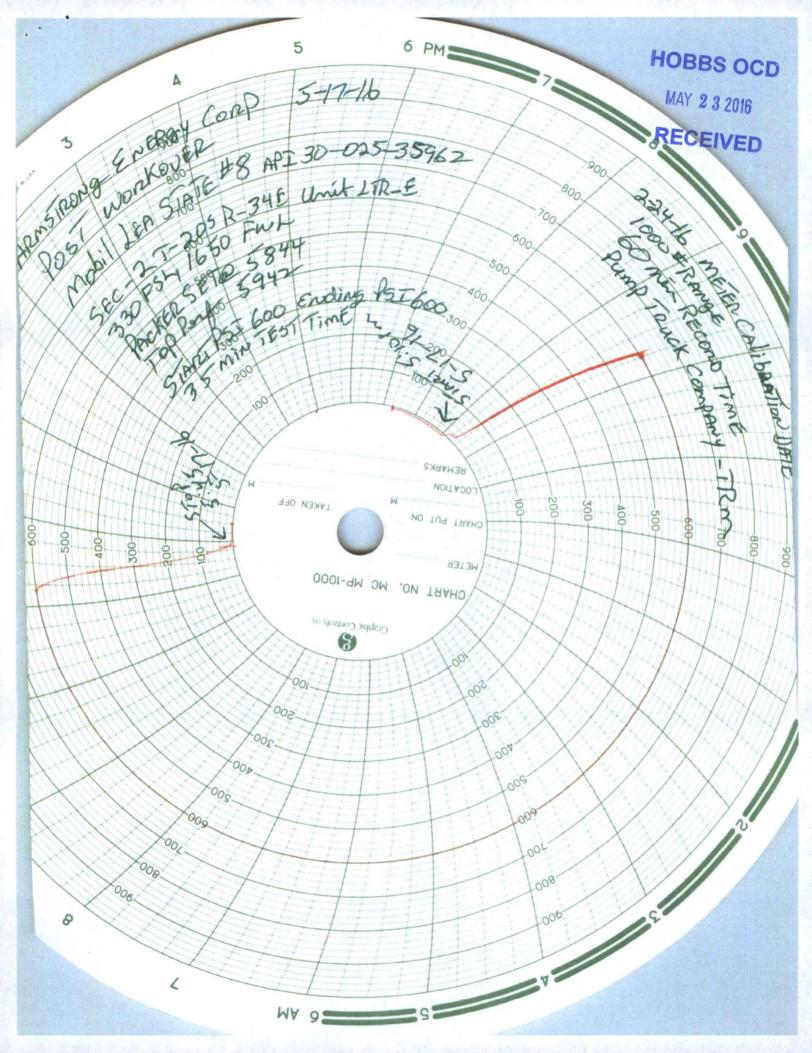
State of New Mexico

Form C-103

Submit 1 Copy To Appropriate District

- 5/13/16 RU tbg testers and PU packer and test coated tbg going in the hole. RD tbg testers, ND BOP, NU flange, RU pump truck on casing and circ casing with CI. PU and set top of packer @ 5901.6 w/15 pts. Flange up and test backside, 530# to 500# in 35 min. Left well on injection @ 200 BWPD.
- 5/14/16 CP @ 540#, appears to have packer leak. SI well.
- 5/15/16 SI
- 5/16/16 ND flange release packer attempt set @ 5885', pressure up and test, bled off. TOOH w/tbg and send packer to be shopped. SD.
- 5/17/16 RIH w/ 2 3/8" Arrowset, ND BOP, NU flange, RU pump truck on csg and pump 100bbl packer fluid, set packer @ 5935', 5931', would not hold, possible corroded casing and can't get a good seat. TOOH and move last stand below packer to act as tailpipe, TIH and set packer at 5845' w/15 pts. Flange up WH pressure backside to 600# for 35 min, no bleed off (chart attached). RD pump truck, SISD.
- 5/18/16 Resume injection

Spud Date:	Rig Release Date:	
I hereby certify that the information above	e is true and complete to the best of my knowledge	and belief.
SIGNATURE	TITLE Operations Manager	DATE <u>5/19/16</u>
Type or print name Kyle Alpers	E-mail address: kalpers@aecnm.com	PHONE: <u>575-625-2222</u>
For State Use Only A	Browner Dist Super	USON DATE 5/31/2016
Conditions of Approval (if any)!		





500 North Main Street, Suite 200 P.O. Box 1973 Roswell, New Mexico 88202-1973 (575) 625-2222 Fax (575) 622-2512

May 19, 2016

HOBBS OCD

MAY 2 3 2016

RECEIVED

Mr. Paul Kautz Oil Conservation Division 1625 N. French Drive Hobbs, New Mexico 88240

Re: LG-2850

Mobil Lea State #8

Township 20 South, Range 34 East, NMPM

Section 2

Lea County, New Mexico

Dear Mr. Kautz:

Enclosed is a Sundry Notices and Reports on Wells for the Mobil Lea State #8, Subsequent Report, Casing Leak Repair, to be filed with your office. We have also enclosed a copy of the Chart.

If you have any questions, please contact Kyle Alpers at 505-625-2222.

Sincerely,

ARMSTRONG ENERGY CORPORATION

By:

rma Cunningham Geo Tech

Enclosures