

District I - (575) 393-6161

District II - (575) 748-1283

District III - (505) 334-6178

District IV - (505) 476-3460

1220 S. St. Francis Dr., Santa Fe, NM 87505

HOBBS OCD

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

SEP 26 2017

RECEIVED

WELL API NO.

30-025-07148

5. Indicate Type of Lease

STATE ☐ FEE ☒

6. State Oil & Gas Lease No.

7. Lease Name or Unit Agreement Name

V V Wallace

8. Well Number 3

9. OGRID Number

138008

10. Pool name or Wildcat

Gladiola; Devonian (27740)

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

2. Name of Operator Special Energy Corporation

3. Address of Operator P.O. Drawer 369, Stillwater, OK 74076

4. Well Location

Unit Letter G : 1980 feet from the north line and 1988 feet from the east line
Section 6 Township 12S Range 38E NMPM County Lea

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

3876' 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.

Special Energy intends to temporarily abandon the V V Wallace 3, as it has not produced since February 2013

1. Pull pump and tubing

2. Run casing scraper to +/- 11,990' - run gage ring/junk basket to +/- 11,990'

3. Set CIBP @ +/- 11,940' + 35' cement

4. Perform mechanical integrity test

5. Leave well TA

Condition of Approval: notify

OCD Hobbs office 24 hours

prior of running MIT Test & Chart

Spud Date:

Rig Release Date:

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

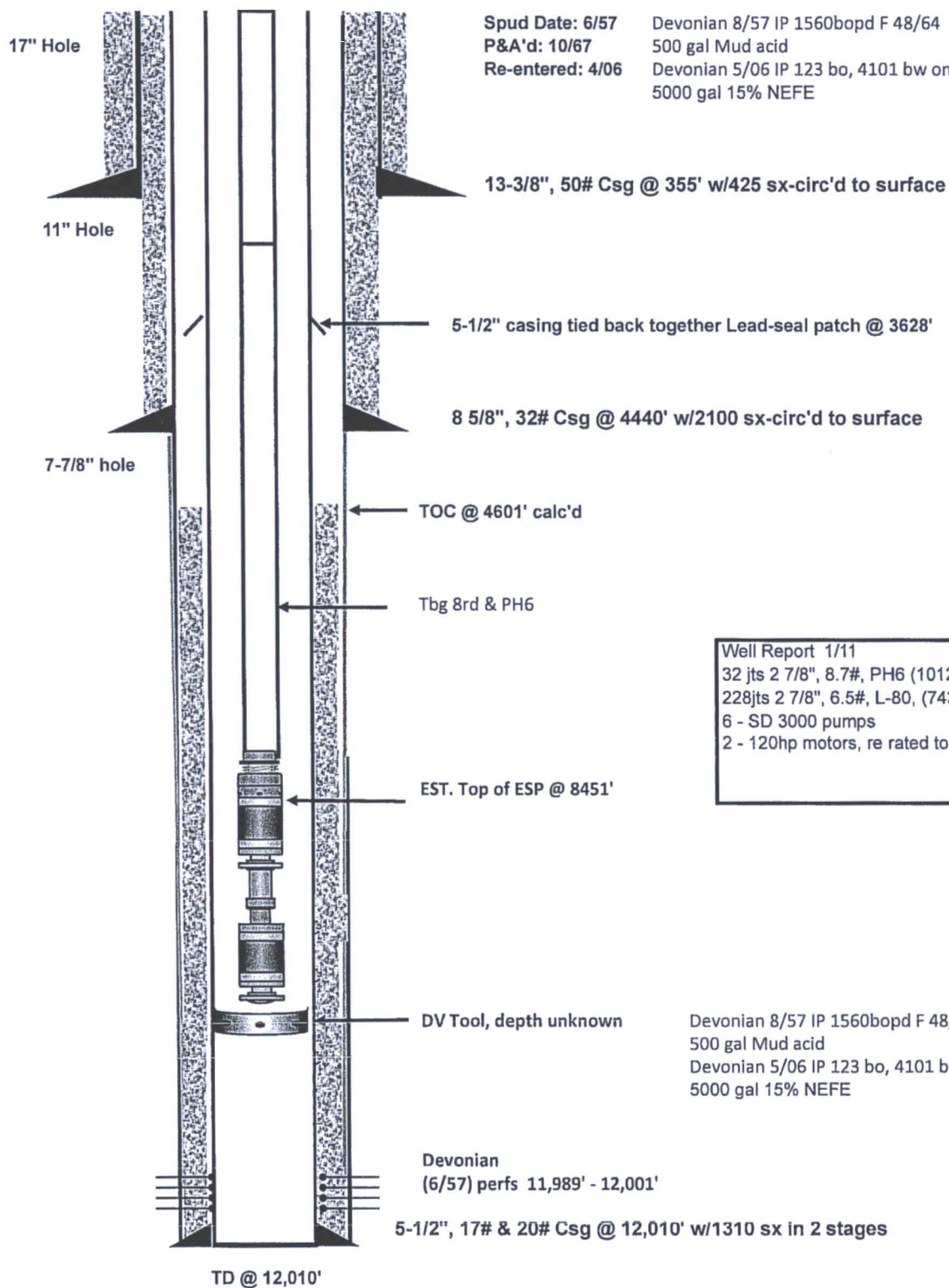
SIGNATURE Don Terry TITLE Operations Mgr/Engineer DATE 9/25/17Type or print name Don Terry E-mail address: don.terry@specialenergycorp.com PHONE: 405-377-1177

APPROVED BY: Malay Brawn TITLE AO II DATE 9/26/2017
Conditions of Approval (if any):

NO PROD REPORTED - 55 MONTHS.

MB

VV Wallace #3
Unit "G" of Sec 6-12S-38E
Lea County, NM
API # 30-025-07148



Spud Date: 6/57
P&A'd: 10/67
Re-entered: 4/06

Devonian 8/57 IP 1560bopd F 48/64
500 gal Mud acid
Devonian 5/06 IP 123 bo, 4101 bw on ESP
5000 gal 15% NEFE

Well Report 1/11
32 jts 2 7/8", 8.7#, PH6 (1012')
228jts 2 7/8", 6.5#, L-80, (7439')
6 - SD 3000 pumps
2 - 120hp motors, re rated to 180hp

Devonian 8/57 IP 1560bopd F 48/64
500 gal Mud acid
Devonian 5/06 IP 123 bo, 4101 bw on ESP
5000 gal 15% NEFE