

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
Energy, Minerals and Natural Resources

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

Form C-103
Revised July 18, 2013

<p>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-104) FOR SUCH PROPOSALS.)</p>		<p>WELL API NO. 30-025-27220</p>
<p>1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/></p>		<p>5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/></p>
<p>2. Name of Operator FORTY ACRES ENERGY, LLC</p>		<p>6. State Oil & Gas Lease No. 22886175</p>
<p>3. Address of Operator 11777B Katy Freeway, Suite #305, Houston, TX 77079</p>		<p>7. Lease Name or Unit Agreement Name LW WHITE</p>
<p>4. Well Location Unit Letter J : 1980 feet from the South line and 1960 feet from the East line Section 34 Township 20S Range 36E NMPM County Lea</p>		<p>8. Well Number 2Y</p>
<p>11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3575.4' GR</p>		<p>9. OGRID Number 371416</p>
		<p>10. Pool name or Wildcat EUMONT; Yates-Seven Rivers-Queen (Oil)</p>

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	P AND A <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>	
DOWNHOLE COMMINGLE <input type="checkbox"/>			
CLOSED-LOOP SYSTEM <input type="checkbox"/>			
OTHER: Drill out plugs, deepen well within Eumont Pool, run casing, and stimulate <input checked="" type="checkbox"/>		OTHER: <input type="checkbox"/>	

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.

Drill out cement plugs and CIBP at 3650'.
Deepen well within the Yates-Seven Rivers-Queen reservoir from 3800' to 4100'.
Run 4" casing to TD. Cement to surface.
Perforate and frac with 50,000# sand.

Spud Date: Est: 06/01/2018
Rig Release Date: Est: 06/10/2018

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

SIGNATURE Jessica LaMarro TITLE Geologist DATE 05/30/2018

Type or print name Jessica LaMarro E-mail address: jessica@faenergyus.com PHONE: 832-706-0041

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APPROVED BY: [Signature] TITLE Petroleum Engineer DATE 06/11/18
Conditions of Approval (if any):