Submit 1 Copy To Appropriate District Office	State of New Mex	kico	Form C-103				
Office District I – (575) 748-1283 Office District I – (575) 748-1283			Revised August 1, 2011 WELL API NO01				
District II - (575) 748-1283 811 S. First St., Artesia, NM 88210 AUG 08 2018 CONSERVATION DIVISION District III - (505) 334-6178 1220 South St. Francis Dr.			30-025-26106 5. Indicate Type of Lease				
District III - (505) 334-6178 AUG 70 ZU18 1220 South St. Francis Dr. 1000 Rio Brazos Rd., Aztec, NM 87410 Santa Fe, NM 87505			STATE FEE				
District IV – (505) 476-3460 1220 S. St. Francis Dr., Santa Fe, NECEIVED 87505	6. State Oil & Gas Lease No. 19276						
SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A			7. Lease Name or Unit Agreement Name Arnott Ramsey NCT - B				
DIFFERENT RESERVOIR. USE "APPLICATION FOR PER PROPOSALS.) 1. Type of Well: Oil Well Gas Well	8. Well Number 004						
2. Name of Operator	9. OGRID Number						
EnerVest Operating, LLC 3. Address of Operator			143199 10. Pool name or Wildcat				
1001 Fannin St., Suite 800 Houston, TX 77002-6	SWD; Seven Rivers/Queen						
4. Well Location Unit Letter: D 330 Feet from the North	Line and 330 Feet f	from the West Line					
Section 32 Tov	wnship <u>25S</u>	Range 37E	NMPM <u>Lea County</u>				
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 2999' GR							
12. Check Appropriate B	ox to Indicate Na	ture of Notice,	Report or Other Data				
NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF:							
PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WORLD TEMPORARILY ABANDON CHANGE PLANS COMMENCE DRI			K ☐ ALTERING CASING ☐ ☐ LLING OPNS.☐ P AND A ☐				
PULL OR ALTER CASING MULTIPLE C	JOB						
DOWNHOLE COMMINGLE							
OTHER:		\boxtimes	OTHER: Shut In due to MIT Failure ☑				
 Describe proposed or completed operations of starting any proposed work). SEE RULI proposed completion or recompletion. 							
This injection well failed MIT test on 7/30/2018.							
Well was shut in on 8/03/2018 with CIBP set at 3231'. EnerVest intends to submit NOI to P&A this well on or before 11/02/2018 subject to rig availability.							
		, ,	•				
Spud Date: 12/27/1978 Rig Release Date: 01/02/1979							
I hereby certify that the information above is true an	d complete to the bes	st of my knowledge	and belief.				
Milly does	-a len						
SIGNATURE	T	ITLE: <u>Agent</u> DA	ГЕ: <u>08/07/2018</u>				
· · · · · · · · · · · · · · · · · · ·	address: shelly_doeso	cher@yahoo.com	PHONE: <u>505-320-5682</u>				
For State Use Only Accepted for Record Only							
APPROVED BY:	TITLE		DATE				
Conditions of Approval (if any): 8/9/2017							

State of New Mexico

Energy, Minerals and Natural Resources Department Oil Conservation Division Hobbs District Office

BRADENHEAD TEST REPORT

Operator Nanie				1.	'Al'I Numl			
Enervest Organing			30-02	30-025-26106				
ARNOTT I	PAMSA4	operty Name NCT #B			#4	Vell No.		
* Surface Location								
	inship Range	Feet fram	N/S Line	Feet Fram	E/W Line	County		
D 32 2	55 37E	330		<i>33</i> 0	W	LEA		
Well Status								
YES TA'D WELL NO	YES SHUT-IN	INJ INJECTOR	SWD OIL	PRODUCER G.	s 7-	30 - 18		
•		ononnun.	n	* *				
		OBSERVED	<u>DATA</u>	•				
	(A)Surface	(Bilnterm(1)	(C)Interm(2)	ייים	nd Csng	(Effubing		
l'ressure	0				6	500		
Flow Characteristics								
Pull	1/6	1/8	YIS	i	10	CO2		
Steady Flow	1/8	7/8	Y/N		110	GAS _		
Surges	1,6	1/8	YIN		41N	Type of Flori Injured for		
Down to nothing Gas or Oil	0, 18	1/8	Y/ N		Y 1 B	Waterfroid		
Water	1 1 0	7/8	Y/N	1 .	110	app 24		
	<u> </u>	<u> </u>						
Remarks - Please state for each	ch string (A.B.C.D.E) pert	inent information regarding b	leed down or continuo	us build up if appli	es.			
	Laile	ed ann	ualu	LC				
	1 0-							
Signature:	1//		7					
Signature: Welkingtray				OIL CONSERVATION DIVISION				
Printed name:				Entered into RBDMS				
Title:				Re-test				
E-mail Address:								
Date: 7-30-18		<i></i>						
<u> </u>	Witness.	Kerry Fo						
!		" Kerry Fo	mer-ol	CD				

State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

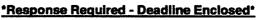
Ken McQueen **Cabinet Secretary**

Matthias Sayer

Deputy Cabinet Secretary

Heather Riley Division Director





Underground Injection Control Program "Protecting Our Underground Sources of Drinking Water"

30-Jul-18

ENERVEST OPERATING L.L.C. 2700 FARMINGTON AVE, BLDG K SUITE I **FARMINGTON NM 87401-** 7.05 n 3 2018

LETTER OF VIOLATION and SHUT-IN DIRECTIVE **Failed Mechanical Integrity Test**

Dear Operator:

The following test(s) were performed on the listed dates on the following well(s) shown below in the test detail section.

The test(s) indicates that the well or wells failed to meet mechanical integrity standards of the New Mexico Oil Conservation Division. To comply with guidelines established by the U.S. Environmental Protection Agency, the well(s) must be shut-in immediately until it is successfully repaired. The test detail section which follows indicates preliminary findings and/or probable causes of the failure. This determination is based on a test of your well or facility by an inspector employed by the Oil Conservation Division. Additional testing during the repair operation may be necessary to properly identify the nature of the well failure.

Please notify the proper district office of the Division at least 48 hours prior to the date and time that the well(s) will be retested so the test may be witnessed by a field representative.

MECHANICAL INTEGRITY TEST DETAIL SECTION

ARNOTT RAMSAY NCT-B No.004

Active Salt Water Disposal Well

30-025-26106-00-00 D-32-25S-37E

Test Date: Test Reason: 7/30/2018

Annual IMIT

Permitted Injection PSI:

Test Result:

Actual PSI: Repair Due:

11/2/2018

Test Type:

Std. Annulus Pres. Test

FAIL TYPE: Other Internal Failure

FAIL CAUSE:

Comments on MIT: MIT/BHT-Failed Rule 19.15.26.11 will nt pressure up and hold pressure

In the event that a satisfactory response is not received to this letter of direction by the "Repair Due:" date shown above, or if the well(s) are not immediately shut-in, further enforcement will occur. Such enforcement may include this office applying to the Division for an order summoning you to a hearing before a Division Examiner in Santa Fe to show cause why you should not be ordered to permanently plug and abandon this well.

Sincerely,

Hobbs OCD District Office

Herry Forther

Note: Pressure Tests are performed prior to initial injection, after repairs and otherwise, every 5 years; Bradenhead Tests are performed annually. Information in Detail Section comes directly from field inspector data entries - not all blanks will contain data. "Failure Type" and "Failure Cause" and any Comments are not to be interpreted as a diagnosis of the condition of the wellhore. Additional testing should be conducted by the operator to accurately determine the nature of the actual failure. * Significant Non-Compliance events are reported directly to the EPA, Region VI, Dallas, Texas.