

AUG 07 2018

**SUNDRY NOTICES AND REPORTS ON WELLS**

*Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.*

**SUBMIT IN TRIPLICATE- Other instructions on reverse side.**

|   |   |  |
|---|---|--|
| 1. Type of Well<br><input type="checkbox"/> Oil Well <input type="checkbox"/> <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other   |   | 5. Lease Serial No.<br>14-20-603-5034                  |
| 2. Name of Operator<br>Tacitus, LLC   |   | 6. If Indian, Allottee or Tribe Name<br>Navajo         |
| 3a. Address<br>2100 Cortland Drive, Farmington, NM 87401  | 3b. Phone No. (include area code)<br>505-860-8394 | 7. If Unit or CA/Agreement, Name and/or No.            |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description)<br>Sec 15 T26N R18W; NWSW 2100' FSL & 540' FWL<br>36.486730 N Lat, 108.752990 W Long |   | 8. Well Name and No.<br>Navajo Tribal "U" 24           |
|   |   | 9. API Well No.<br>30-045-21476                        |
|   |   | 10. Field and Pool, or Exploratory Area<br>Tocito Dome |
|   |   | 11. County or Parish, State<br>San Juan, NM            |

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION                                   | TYPE OF ACTION                                |   |  |  |
|--|---|---|--|--|
| <input checked="" type="checkbox"/> Notice of Intent | <input type="checkbox"/> Acidize              | <input type="checkbox"/> Deepen           | <input type="checkbox"/> Production (Start/Resume) | <input type="checkbox"/> Water Shut-Off                          |
| <input type="checkbox"/> Subsequent Report           | <input type="checkbox"/> Alter Casing         | <input type="checkbox"/> Fracture Treat   | <input type="checkbox"/> Reclamation               | <input type="checkbox"/> Well Integrity                          |
| <input type="checkbox"/> Final Abandonment Notice    | <input type="checkbox"/> Casing Repair        | <input type="checkbox"/> New Construction | <input type="checkbox"/> Recomplete                | <input checked="" type="checkbox"/> Other <u>Test for Helium</u> |
|  | <input type="checkbox"/> Change Plans         | <input type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Temporarily Abandon       |  |
|  | <input type="checkbox"/> Convert to Injection | <input type="checkbox"/> Plug Back        | <input type="checkbox"/> Water Disposal            |  |

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

Tacitus, LLC intends to drill out the CIBP that was set at 6449' (inside the 7" casing) and clean out with air/mist to the top of the drill collars (fish) that were left in the open hole during the last drill out operations. Will attempt to clean up the hole with air/mist and if results are positive plan to run a packer on 2-3/8" and land at the bottom of the 7" casing (~ 6486') and test open hole section for Helium production.

NMOCD  
AUG 30 2018  
DISTRICT III

BLM'S APPROVAL OR ACCEPTANCE OF THIS ACTION DOES NOT RELIEVE THE LESSEE AND OPERATOR FROM OBTAINING ANY OTHER AUTHORIZATION REQUIRED FOR OPERATIONS ON FEDERAL AND INDIAN LANDS

14. I hereby certify that the foregoing is true and correct

|  |                                       |
|--|---------------------------------------|
| Name (Printed/Typed)<br>John C. Thompson | Title Agent/Engineer for Tacitus, LLC |
| Signature                                | Date 08/03/2018                       |

**THIS SPACE FOR FEDERAL OR STATE OFFICE USE**

|   |                   |                     |
|---|-------------------|---------------------|
| Approved by   | Title <u>PE</u>   | Date <u>8/22/18</u> |
| Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon. | Office <u>FPO</u> |                     |

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)

NMOCD