

Submit 1 Copy To Appropriate District Office
 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

Form C-103
 Revised July 18, 2013

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

WELL API NO.	30-015-24596
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input type="checkbox"/>	
6. State Oil & Gas Lease No.	26969
7. Lease Name or Unit Agreement Name	Challenger - Rayroux
8. Well Number	1L & 1U
9. OGRID Number	331102
10. Pool name or Wildcat	Burton Flat (Morrow/Wolfcamp)

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
FE-NM, LLC

3. Address of Operator
P.O. Box 7995, Tyler, TX 75711

4. Well Location
 Unit Letter P : 660 feet from the South line and 660 feet from the East line
 Section 19 Township 21S Range 27E NMPM Eddy County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3147' GR

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: <input type="checkbox"/>		OTHER: <u>SHUT IN</u>	<input checked="" 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.

*DUE TO POOR ECONOMIC CONDITIONS, WE HAVE SHUT IN THE CHALLENGER - RAYROUX
 #1L & #1U EFFECTIVE 4/25/23.*

*WE ARE CURRENTLY EVALUATING ALL AVAILABLE OPTIONS TO BRING THE
 UNIT BACK TO PRODUCTION.*

SEE ATTACHED COPY OF BLM SUNDRY NOTICE # 2729702

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 Karen Charles TITLE Sr. Production & Regulatory Analyst DATE 5/9/23

Type or print name Karen Charles E-mail address: kcharles@faulenergy.com PHONE: 903-581-4382

For State Use Only

APPROVED BY: _____ TITLE _____ DATE _____

Conditions of Approval (if any): _____

Well Name	Well Number	US Well Number	Lease Number	Case Number	Operator
CHALLENGER	1	300152459600D2	FEE	NMNM72489	FAULCONER
CHALLENGER	1	300152459600D1	FEE	NMNM72489	FAULCONER

Subsequent Report

Sundry ID: 2729702

Type of Submission: Subsequent Report

Date Sundry Submitted: 05/08/2023

Date Operation Actually Began: 04/25/2023

Type of Action: Shut-in

Time Sundry Submitted: 04:12

Actual Procedure: DUE TO EXTREMELY POOR ECONOMIC CONDITIONS, WE ARE SHUTTING IN THE WELLS. WE ARE CURRENTLY EVALUATING ALL OPTIONS IN ORDER TO BRING THE WELLS BACK TO PRODUCING STATUS.

Operator

I certify that the foregoing is true and correct. 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. Electronic submission of Sundry Notices through this system satisfies regulations requiring a

Operator Electronic Signature: KAREN CHARLES

Signed on: MAY 08, 2023 04:12 PM

Name: FAULCONER ENERGY LLC

Title: Production Analyst

Street Address: 1001 E.S.E. Loop 323, 160 Woodgate Centre

City: TylerState: TX

Phone: (903) 581-4386

Email address: kcharles@vefinc.com

Field

Representative Name:

Street Address:

City:State:Zip:

Phone:

Email address:

Sante Fe Main Office
Phone: (505) 476-3441

General Information
Phone: (505) 629-6116

Online Phone Directory
<https://www.emnrd.nm.gov/ocd/contact-us>

State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

CONDITIONS

Action 215223

CONDITIONS

Operator: FE-NM, LLC 1001 E SE Loop 323, STE. 160 Tyler, TX 75711	OGRID: 331102
	Action Number: 215223
	Action Type: [C-103] Sub. Shut In (C-103H)

CONDITIONS

Created By	Condition	Condition Date
dmcclure	ACCEPTED FOR RECORD ONLY; Accepting this sundry into the record should not be construed as having any affect upon the status of the well including whether the well is in inactive status or temporary abandonment; nor does it grant an extension to an injection permit.	1/17/2025