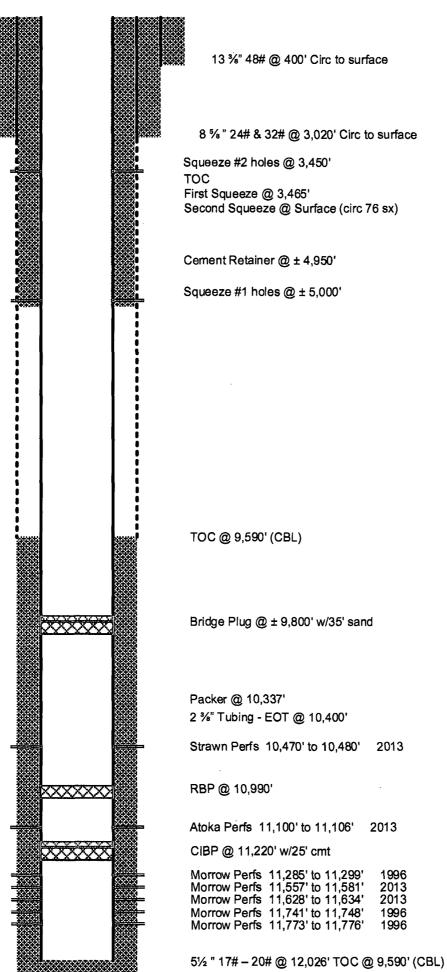
Submit I Copy To Appropriate District	Form C-103
Submit 1 Copy To Appropriate District Office District 1 = (575) 393-61 NM OIL CONSERVATION and Natural Resources 1625 N. French Dr., Hobbs, NM & TESIA DISTRICT BY, Minerals and Natural Resources	Revised July 18, 2013
1025 W. FICHCH DI., 11000S, INVI 60240	WELL API NO. 30-015-28938
District II - (575) 748-1283 811 S. First St., Artesia, NM 88210NOV 0 7 201 CONSERVATION DIVISION	5. Indicate Type of Lease
District III - (505) 334-6178 1220 South St. Francis Dr. 1000 Rio Brazos Rd., Aztec, NM 87410	STATE X FEE
<u>District IV = (505) 476-3460</u> RECEIVED Santa Fe, NM 87505	6. State Oil & Gas Lease No.
1220 S. St. Francis Dr., Santa Fe, NM 87505	<u> </u>
SUNDRY NOTICES AND REPORTS ON WELLS	7. Lease Name or Unit Agreement Name
(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	OXY SPIKE
PROPOSALS:)	8. Well Number 1
1. Type of Well: Oil Well Gas Well Other 2. Name of Operator BO OPERATING THE	9. OGRID Number
BC OPERATING, INC.	160825
3. Address of Operator P.O. BOX 50820	10. Pool name or Wildcat
MIDLAND, TX 79710	FRONTIER HILLS; STRAWN (GAS)
4. Well Location Unit Letter H: 1980 feet from the NORTH line and	660 feet from the EAST line
Section 33 Township 23S Range 26E	NMPM EDDY County
11. Elevation (Show whether DR, RKB, RT, GR, etc.)	
12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data	
NOTICE OF INTENTION TO: SUB	SEQUENT REPORT OF:
PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WORK	
TEMPORARILY ABANDON CHANGE PLANS COMMENCE DRI	LLING OPNS. P AND A
PULL OR ALTER CASING MULTIPLE COMPL CASING/CEMENT	I JOB.
DOWNHOLE COMMINGLE	
CLOSED-LOOP SYSTEM	П
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 of recompletion.	
10/22/2016 - 2nd SQUEEZE PROCEDURE STARTED AND FINISHED	
SEE ATTACHED RESULTS AND WELLBORE DIAGRAM	
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 TITLE REGULATORY ANALY	ST DATE 11.7.2016
Type or print name SARAH PRESLEY E-mail address: SPRESLEY@BCOF	PERATING COM PHONE
For State Use Only	LIGHTONO.OOM THOME.
	Ciach = 11/010011
APPROVED BY: Meller 2 Byl TITLE COMPLIANCE OF	FICER DATE 11/8/2016
Conditions of Approval (if any):	

Oxy Spike #1

Second squeeze results

The initial cement squeeze failed to bring cement up into the 8 5/8" intermediate. The top of cement came up to 3,480' with the 8 5/8" casing shoe at 3,050'.

- Perforated 4 squeeze holes at 3,450'.
- Established injection rate into squeeze perforations to surface.
- Pumped the following down casing as follows:
 - Mixed and pumped 300 sacks of 65/35 Class C/Pozmix containing 6% Gel.
 - Mixed and pumped 200 sacks of Class "C" neat cement.
 - ➤ 834 ft³ calculated
- Circulated 76 sacks cement to surface.
- Shut well in 24 hours
- Drillout cement and tested squeeze to 500 psi.
- Retrieved bridge plug.
- Set production packer at 10,334'.
- Returned well to production.



Spike #1

Second Squeeze Job

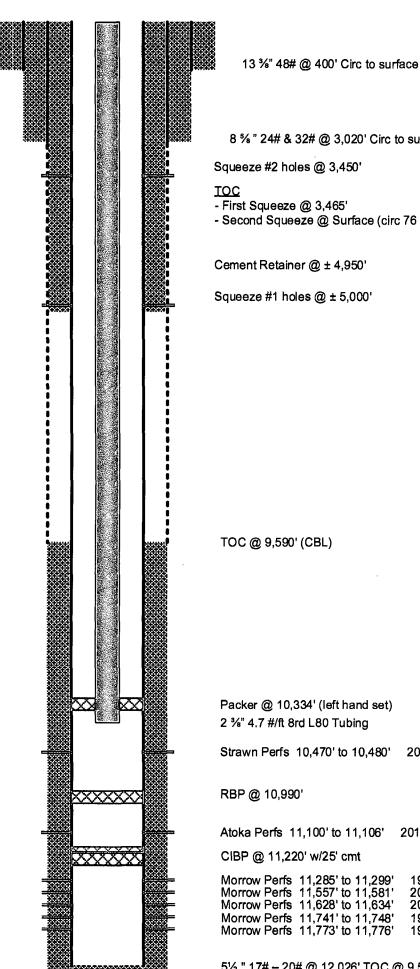
NM OIL CONSERVATION

ARTESIA DISTRICT

NOV 0 7 2016

RECEIVED

1996 2013 2013 1996



Spike #1

On Production (October 26,2016)

NM OIL CONSERVATION

ARTESIA DISTRICT

NOV 0 7 2016

RECEIVED

8 % " 24# & 32# @ 3,020' Circ to surface

Squeeze #2 holes @ 3,450'

- Second Squeeze @ Surface (circ 76 sx)

Packer @ 10,334' (left hand set)

Strawn Perfs 10,470' to 10,480' 2013

Atoka Perfs 11,100' to 11,106' 2013

Morrow Perfs 11,285' to 11,299' Morrow Perfs 11,557' to 11,581' 1996 2013 Morrow Perfs 11,628' to 11,634' 2013 Morrow Perfs 11,741' to 11,748' 1996 Morrow Perfs 11,773' to 11,776' 1996

5½ " 17# – 20# @ 12,026' TOC @ 9,590' (CBL)