

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

RECEIVED
FEB 27 2012
HOBBSD
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

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.)		WELL API NO 30-025-35962
1. Type of Well Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other WIW <input type="checkbox"/>		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator Armstrong Energy Corporation		6. State Oil & Gas Lease No LG-2850
3. Address of Operator P.O. Box 1973, Roswell, NM 88202		7. Lease Name or Unit Agreement Name Mobil Lea State
4. Well Location Unit Letter <u>N</u> <u>330</u> feet from the <u>South</u> line and <u>1650</u> feet from the <u>West</u> line Section <u>2</u> Township <u>20S</u> Range <u>34E</u> NMPM Lea County		8. Well Number <u>8</u>
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3664' GR		9. OGRID Number 001092
		10. Pool name or Wildcat Northeast Lea Delaware

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

NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK <input checked="" type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/> PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPL <input type="checkbox"/> DOWNHOLE COMMINGLE <input type="checkbox"/>		SUBSEQUENT REPORT OF: REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/> COMMENCE DRILLING OPNS. <input type="checkbox"/> P AND A <input type="checkbox"/> CASING/CEMENT JOB <input type="checkbox"/>	
OTHER <input 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

Noticed pressure on annulus, shut well in, tubing and casing on vacuum. Possible tubing leak

Prep to rig up completion unit and pull tubing and packer.

R I H and hydrotest tubing and replace bad joints.

Notify OCD for MIT test.

Per Underground Injection Control Program Manual
11.6 C Packer shall be set within or less than 100
feet of the uppermost injection perfs or open hole.

The Oil Conservation Division
MUST BE NOTIFIED 24 Hours
Prior to the beginning of operations

Rig Release Date

Condition of Approval: notify
OCD Hobbs office 24 hours
prior of running MIT Test & Chart

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

SIGNATURE Original Signed by BAS TITLE V.P. Operations DATE 1-9-2012

Type or print name Bruce A. Stubbs E-mail address: bastubbs@armstrongenergycorp.com PHONE 575-625-2222

For State Use Only

APPROVED BY: [Signature] TITLE Sr. H. Mgr. DATE 2-27-2012
Conditions of Approval (if any)

FEB 27 2012