Subma I Copy To Appropriate District Office	State of New Mexico	Form C-103 Revised August 1, 2011
<u>District I</u> – (575) 393-6161	Energy, Minerals and Natural Resources	WELL API NO.
1625 N. French Dr., Hobbs, NM 88240 <u>District II</u> – (575) 748-1283	OH CONCERNATION DIVIGION	30-025-11751
District II – (5/5) /48-1283 811 S First St., Artesia, NM 882165 OCD District III – (5/5) 334-617840	OIL CONSERVATION DIVISION	5. Indicate Type of Lease
1000 Rio Brazos Rd , Aztec, NM 87410	1220 South St. Francis Dr.	STATE FEE
1000 Rio Brazos Rd , Aztec, NM 87410 <u>District IV</u> - (505) 476-3460 1220 S St Francis Dr , Santa FAWM 87505	Santa Fe, NM 87505	6. State Oil & Gas Lease No.
SUNDRY NOTICES AND REPORTS ON WELLS 7		7. Lease Name or Unit Agreement Name
SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR BOOK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH		SOUTH JUSTIS UNIT
PROPOSALS.) 1. Type of Well: Oil Well Gas Well Other		8. Well Number 2-201
2. Name of Operator LEGACY RESERVES OPERATING LP		9. OGRID Number 240974
3. Address of Operator		10. Pool name or Wildcat
P.O. BOX 10848 MIDLAND, TX	(19702	JUSTIS-BLINEBRY-TUBB-DRINKARD
Unit Letter E : 198	0 feet from the <u>North</u> line and	990feet from the Westline
Section 24	Township 25S Range 37E	NMPM Lea County
	. Elevation (Show whether DR, RKB, RT, GR, etc.,	
3076' GL 3087' KB		
12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data		
NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF:		
PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WORK ALTERING CASING		
TEMPORARILY ABANDON		
	JLTIPLE COMPL CASING/CEMEN	
DOWNHOLE COMMINGLE		
OTHER: Return to Produc	tion & trotall Double ECD M OTHER	
OTHER: Return to Production & Install Rental ESP OTHER: 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.		
ESTIMATED START DATE: 3/15/12		
PLEASE SEE ATTACHED		
Spud Date:	Rig Release Date:	
Spuu Date.	Rig Release Date.	
I hereby certify that the information above is true and complete to the best of my knowledge and belief.		
Anna Nala		
SIGNATURE / //	TITLE Operations Superinter	ndent DATE <u>03/06/2012</u>
Type or print name Berry Johnson E-mail address: PHONE: 432-689-5200		
APPROVED BY	TITLE PETROLEUM BASA	MAR Λ Q 2012
APPROVED BY: Conditions of Approval (if any):	TITLE PER NOCEUM COME	DATE 17/11 0 0 2012

RTP & INSTALL RENTAL ESP

South Justis Unit # E-201

Field/Pool: Justis B-T-D

Lea Co., NM

Date: 3/1/12

Engineer: Kent Williams

Company: Legacy Reserves Operating,LP

<u>Purpose Of Procedure</u>: Install rental ESP to return well to production and attempt to pump down and test well. Well was shut-in in May 2009 after installing a partial 5 ½" FJ liner, re-perforating, re-fracing, putting the well on rod pump and experiencing 2 tubing leaks and a high sustained fluid level in the months after re-stimulation. Prior shut-in was intended to allow the future evaluation of installing higher volume ESP lift or the isolation of suspected high water production from the Tubb and Drinkard pay zones. Will install a Centrilift P-8, 800 BPD (550-1200 BPD range), 183 stage, 108 HP recirculation ESP w/ BHP sensor and VFD surface controller in an attempt to pump the well down and quantify current oil rate.

Procedure:

- 1. MIRU pulling unit. Install BOP.
- 2. RIH w/ 4 ³/₄" bit on 2 3/8" used production tubing. Tag PBTD. POH.
- 3. RU Baker Hughes. Centrilift. RIH Centrilift P-8,800 BPD, 183 stage, 108 HP recirculation ESP w/ BHP sensor on 2 3/8" used production tbg. Hydrotest tubing in hole to 5000#. Set pump intake at +/- 5720' and btm of motor at +/- 5750'. Install VFD controller. Ensure xx KVA minimum total is available on pole transformers. Anticipate sufficient pole transformers as prior 912 pumping unit and 75 hp motor was installed on this location previously.
- 4. Flange up wellhead.
- 5. Put well on production. Put on daily test and report to Midland Office.

Misc Information:

AFE Cost - \$ 35,000

BWO - 0 BOPD x 423 BWPD x 0 MCFD (5/7/09 - Latest Well Test)

AWO - 10+ BOPD x 1000 BWPD x 10 MCFD (Forecast)

