

HOBBS OCD

JUN 11 2012

RECEIVED

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

WELL API NO.

30-025-24645

5. Indicate Type of Lease

STATE ☐FEE ☐

6. State Oil & Gas Lease No.

K-4605

7. Lease Name or Unit Agreement Name

North Vacuum Abo North Unit 7-C

8. Well Number 2

9. OGRID Number

252496 ✓

10. Pool name or Wildcat North Vacuum

Abo

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

Sheridan Production, LLC

3. Address of Operator

200 N. Loraine Ste. 530 Midland, TX 79701

4. Well Location

Unit Letter H : 860 feet from the East line and 1980 feet from the North lineSection 1Township 17-S Range 34-E

NMPM Lea

County

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

4028.9 GR

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

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☒ PLUG AND ABANDON ☐TEMPORARILY ABANDON ☐ CHANGE PLANS ☐PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐DOWNHOLE COMMINGLE ☐OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐COMMENCE DRILLING OPNS. ☐ P AND A ☐CASING/CEMENT JOB ☐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 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

Establish injection rate down bradenhead

6/11/2012 – RU pump truck on the tb-g-csg annulus. Pressure test the annulus to 550 PSIG and monitor for 15 min. for any leak off. Tie into bradenhead valve and establish rate between the 5-1/2" and 8-5/8" csg.

6/13/2012 – Squeeze off bradenhead flow. Flush w/25 bbls fresh water displacing cement to 803' *FROM SURFACE TO 803'* from surface. Close in bradenhead. RD cements.

6/15/2012 – Notify OCD and run MIT.

Perfs are 8738' – 8851'

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 Sylvia Shoemaker TITLE Regulatory Analyst DATE 06/08/2012Type or print name Sylvia Shoemaker E-mail address: s shoemaker@sheridanproduction.com PHONE: 432 596-4266

For State Use Only

APPROVED BY: [Signature] TITLE State Engineer DATE 6-12-2012

Conditions of Approval (if any):

JUN 12 2012