

(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.)

Mobil Lea State

1. Type of Well: Oil Well ☐ Gas Well ☐ Other ☒ Water Injection Well

8. Well Number 8

2. Name of Operator

Armstrong Energy Corporation

9. OGRID Number

001092

3. Address of Operator

PO Box 1973, Roswell, NM 88202

10. Pool name or Wildcat

Northeast Lea Delaware

4. Well Location

Unit Letter N : 330 feet from the South line and 1650 feet from the West line  
Section 2 Township 20S Range 34E NMPM Lea County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)  
3677' KB

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 ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐  
COMMENCE DRILLING OPNS. ☐ P AND A ☐  
CASING/CEMENT JOB ☐

OTHER: ☐

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.

7/28/12 Noticed pressure on annulus. Repeat tubing leak. SI. Prep to set up pulling unit, and pull and replace current string with new string of 2 3/8" 4.7# J-55 8rd Cerami-Kote tubing.

30-025-35962

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 Field Engineer

DATE 7/31/12

Type or print name: Kyle Alpers

E-mail address: kalpers@armstrongenergycorp.com

PHONE: 575-625-2222

For State Use Only

APPROVED BY:

TITLE Dist. Mgr

DATE 7-31-2012

Conditions of Approval (if any):

AUG 01 2012