

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

HOBBS OCD

OIL CONSERVATION DIVISION

OCT 04 2012

1220 South St. Francis Dr.
Santa Fe, NM 87505

RECEIVED

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. 30-025-01911
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <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. K-6875
3. Address of Operator P.O. Box 1973, Roswell, NM 88202-1973		7. Lease Name or Unit Agreement Name Northeast Kemnitz
4. Well Location Unit Letter <u>M</u> : <u>660</u> feet from the <u>South</u> line and <u>660</u> feet from the <u>West</u> line Section <u>15</u> Township <u>16S</u> Range <u>34E</u> NMPM Lea County		8. Well Number 1
11. Elevation (Show whether DR, RKB, RT, GR, etc.)		9. OGRID Number 001092
10. Pool name or Wildcat Kemnitz Lower Wolfcamp		

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 details 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.

Set a CIBP at 10,732' and dump 35 ft. of cement on top of CIBP. Pressure test casing at 500 psi for 30 min. (Close Braidhead valves and check for flow.)

Notify OCD with 24 hour notice of casing integrity test.

If casing integrity is acceptable, We respectfully request a five (5) year temporarily abandonment status for this well.

Existing perforations: 10,772-98', 28'

CIBP at 11,100' with 35' of cement on top of plug.

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

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

Rig Release Date:

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

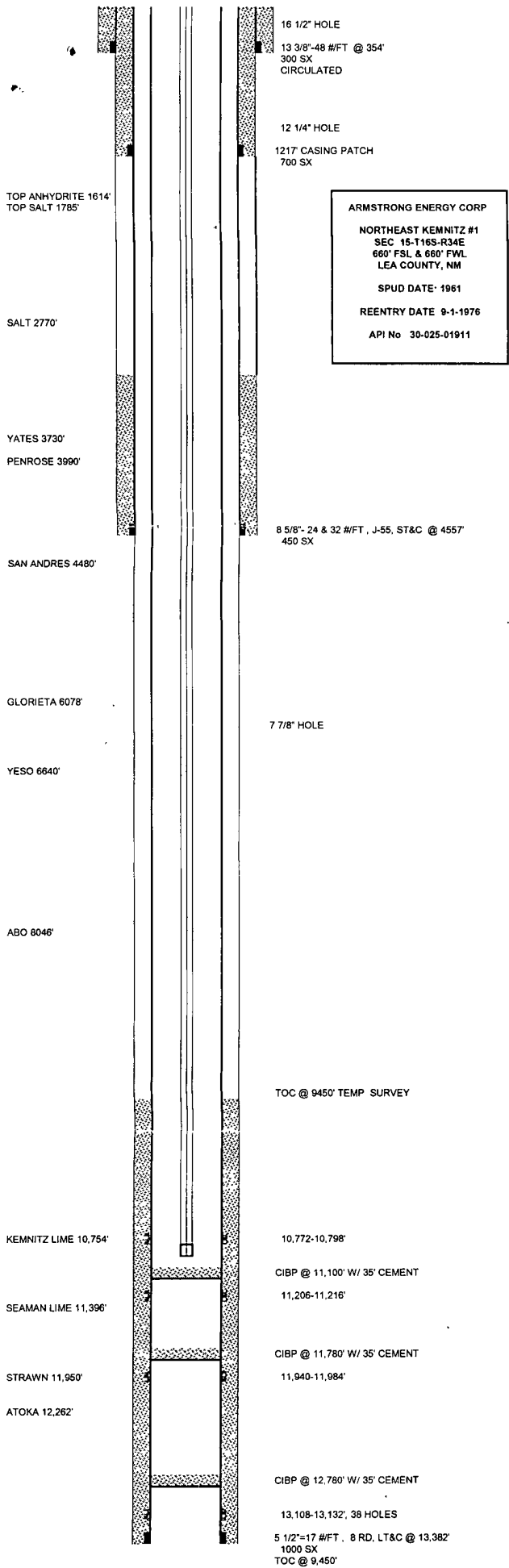
SIGNATURE B. A. Stubbs TITLE Vice President – Operations DATE 10-03-2012Type or print name Bruce A. Stubbs E-mail address: bastubbs@armstrongenergycorp.com PHONE: 575-625-2222

For State Use Only

APPROVED BY: [Signature] TITLE DIST. MGR DATE 10-9-2012

Conditions of Approval (if any):

OCT 09 2012





500 North Main Street, Suite 200
P.O. Box 1973
Roswell, New Mexico 88202-1973
(575) 625-2222
Fax (575) 622-2512

October 3, 2012

Oil Conservation Division
1625 N. French Drive
Hobbs, New Mexico 88240

Re: Northeast Kemnitz #1
Northeast Kemnitz #10
Township 16 South, Range 34 East, NMPM
Lea County, New Mexico

Dear Mr. Wink:

Enclosed are the Sundry Notices and Reports on Wells, Temporarily Abandon, for the Northeast Kemnitz #1 and the Northeast Kemnitz #10 to be filed with your office.

If you have any questions, please contact Bruce Stubbs at 505-625-2222.

Sincerely,

ARMSTRONG ENERGY CORPORATION

By: Irma Cunningham
Irma Cunningham, Geo Tech

Enclosure