

Submit 1 Copy To Appropriate District Office

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

State of New Mexico
Energy, Minerals and Natural Resources
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-103
Revised July 18, 2013

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. 30-041-20965 ✓
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other <input type="checkbox"/>		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input checked="" type="checkbox"/> OK
2. Name of Operator Sovereign Eagle LLC ✓		6. State Oil & Gas Lease No.
3. Address of Operator P.O. Box 968, Roswell, NM 88202		7. Lease Name or Unit Agreement Name Stoltenberg ✓
4. Well Location Unit Letter F, 1650 feet from the North line and 2260 feet from the West line Section 26 Township 2S Range 29E NMPM Roosevelt County		8. Well Number #2 ✓
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 4394'		9. OGRID Number 263940
		10. Pool name or Wildcat Tule Penn

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

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

1/21/15 Pump 5000 gals 15% NeFe into Upper Montoya.
1/28/15 Run Rods & Pump. Pump Upper & Lower Montoya from 1/29/15 to 2/22/15 Avg 0/88w/70g.
2/25/15 Set RBP at 7175; Perf 6767-6773, 6883-6890, 6895-98, 7043-49, 7103-06. Shut down for Winter Storm.
3/2/15 Acidize 6767-6773 w/ 1550 gals 10% HCL. Swab back. Wet.
3/4/15 Breakdown 7103-06 w/ 300 gals, 7043-49 w/ water, 6883-90 w/ 700 gals.
Swab Penn A Lime 6883-90 w/ no Show. Swab Penn A Sand 7043-79 w/ Good Gas Show.
3/10/15 Put well on Production.
3/23/15 Swab 7103-06 & 7043-49 w/ Gas & Water
3/25/15 Squeeze Cisco 7878-7883 w/ 250 sx Class C
3/27/15 Drillout Squeeze & Pressure Test to 900#
4/6/15 Frac 6883-7270 w/ 100,000 gals X Link Gel and 157,000# 20-40 Same at 34.6 BPM. ISIP-1981 15 min-999
4/15/15 Clean out Sand. RIH w/ 2 7/8" to 7191. Nipple up Wellhead and Swab back.
4/16 - 4/24/15 Test Well. Montoya producing water
5/7/15 Isolate Montoya below RBP set @7201'. Set packer @ 6793'. Test Penn.

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 M. Grace Charboneau TITLE Production Manager DATE 5-12-15

Type or print name M. Grace Charboneau E-mail address: grace@stratanm.com PHONE: 575-622-1127

For State Use Only

APPROVED BY: [Signature] TITLE Petroleum Engineer DATE 05/15/15

Conditions of Approval (if any):

Zone Temporarily Plugged (ZTP)

Tule Montoya <GDS>

MAY 27 2015