Submit	Copy To Appropriate District State of New Me	exico	Form C-103				
	L – (575) 393-6161 Energy, Minerals and Natural Resources		Revised August 1, 2011				
1625 N. District	French Dr., Hobbs, NM 88240		WELL API NO. 30-025-35962				
811 S. F	II – (575) 748-1283 irst St., Artesia, NM 3510BBS OIL CONSERVATION III – (505) 334-6178 1220 South St. Fran		5. Indicate Type of Lease				
		ncis Dr.	STATE STATE				
	$\frac{1000}{100}$ Brazos Rd., Aztec, NM 874 10 2 3 2010 Santa Fe, NM 87	6. State Oil & Gas Lease No.					
	St. Francis Dr., Santa Fe, NM	LG-2850					
87505	SUNDRY NOTICES AND REPORTS ON WELLS	3	7. Lease Name or Unit Agreement Name				
(DO NO	T USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLU						
DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)			Mobil Lea State				
the second second second second	be of Well: Oil Well 🗌 Gas Well 🛛 Other Water Inject	8. Well Number 8					
	ne of Operator Armstrong Energy Corporation	9. OGRID Number 001092					
3. Add	dress of Operator PO Box 1973 Roswell, NM 88202		10. Pool name or Wildcat				
01 114			Northeast Lea Delaware				
4. We	Il Location /	1					
	Unit Letter N : 330 feet from the South	line and 1	650 feet from the West line				
in the	Section 2 Township	Range 34E	NMPM Lea County				
	11. Elevation (Show whether DR						
	12. Check Appropriate Box to Indicate N	lature of Notice,	Report or Other Data				
	NOTICE OF INTENTION TO:	SUB	SEQUENT REPORT OF:				
PERF		REMEDIAL WOR					
		COMMENCE DR					
PULL		CASING/CEMEN					
OTHE		OTHER: Casing					
13.	Describe proposed or completed operations. (Clearly state all p						
	of starting any proposed work). SEE RULE 19.15.7.14 NMAC proposed completion or recompletion.	. For Multiple Co	mpletions: Attach wendore diagram of				
	proposed completion of recompletion.						
5/2/16	RU PU, ND tree, unset packer, NUBOP, TOH w/2 3/8" tbg. The	IH set 10K CIBP @	5925'. TOOH SI BOP, RU pump truck,				
	Establish injection rate. Prep for cement squeeze tomorrow.						
5/3/16	PU retainer and TIH w/work string. RU Halliburton break circ						
	Backside to 500#, establish injection rate @ 2.5bpm @ 1400#,						
	w/1% CaCl. Start staging @ 15.6bbl cement in zone. 4 stages w						
5/4/16	of retainer and reverse 2sx to pit, RD Halliburton, TOOH w/tbg	g, retainer setting to	5051, 5051, WOC.				
5/5/16							
515110	Drill thru retainer and on cement to 5905', soft to medium hard circ clean, SI @ 5905' and pressure test to 1500# losing 100#						

- every 2 min, isolate pump and press to 1450#, lost 150 psi in 10 min, bled to 600# lost 40# in 30min. SD. Squeeze did not take.
 5/6/16 14 hr SI drop from 555# to 130#, Continue drill remaining cement to CIBP @ 5925', circ clean, pressure up to 1500# w/pump isolated, lost 175# in 10 min. RD swivel, TOOH w/tbg, collars & bit. SISD.
- 5/9/16 TIH w/packer and begin testing casing. Determine hole (probably a split) is still present from approximately 5873' to 5886', and that CIBP is holding. Establish injection rate, TOOH & prep for secondary squeeze, SISD.
- 5/10/16 PU retainer and TIH. RU Halliburton, break circ and clear pipe, set retainer @ 5772', test tbg and pressure backside to 500 psi. Est injection rate 2bpm @ 1500psi, pump 20bbl FW w/biocide (possible bacteria is cause for first squeeze not setting up well), flush w/30bbl FW, pump 100sx lead "C" w/0.4% Halad-322 tail in w/100sx "C" w/1% CaCl, begin staging with 38bbl cement into formation. Two 5 min SD's and seven 10 min SD's last stage held @ 2210#. Sting out of retainer and rev 40bbl FW, reversed out 2 bbl tail cement (~10sx). RD Halliburton, TOH w/tbg and retainer setting tool. SISD. WOC.
- 5/11/16 TIH w/4 ³/₄" bit, BS and DC's, PU swivel and break circ begin drlg retainer. Drl hard cement to 5889', circ and test sqz to 600# held good. Bleed off pressure and SISD.
- 5/12/16 Resume drlg cement @ 5889', drill to CIBP @ 5925', circ clean and test to 620# for 10 min, no bleed off, resume drilling CIBP and chase to bottom @ 6068'. Circ 30 min, TOH and LD work string (Left one cone off bit in the hole) SISD.

- 5/13/16 RU tbg testers and PU packer and test coated tbg going in the hole. RD tbg testers, ND BOP, NU flange, RU pump truck on casing and circ casing with CI. PU and set top of packer @ 5901.6 w/15 pts. Flange up and test backside, 530# to 500# in 35 min. Left well on injection @ 200 BWPD.
- 5/14/16 CP @ 540#, appears to have packer leak. SI well.

5/15/16 SI

- 5/16/16 ND flange release packer attempt set @ 5885', pressure up and test, bled off. TOOH w/tbg and send packer to be shopped. SD.
- 5/17/16 RIH w/ 2 3/8" Arrowset, ND BOP, NU flange, RU pump truck on csg and pump 100bbl packer fluid, set packer @ 5935', 5931', would not hold, possible corroded casing and can't get a good seat. TOOH and move last stand below packer to act as tailpipe, TIH and set packer at 5845' w/15 pts. Flange up WH pressure backside to 600# for 35 min, no bleed off (chart attached). RD pump truck, SISD.
- 5/18/16 Resume injection

Spud Date:		Rig Rele	ease Date:			
I hereby certify that	it the information abov	e is true and complete to	the best of my knowle	edge and belief.		
SIGNATURE	St	,,,	Operations Manager		DATE <u>5/19/16</u>	
Type or print name	Kyle Alpers	E-mail address: kalp	ers@aecnm.com	PHON	NE: <u>575-625-222</u>	2
For State Use On APPROVED BY:	V Maley	Brownertle	Dist Sur	enisor		31/2016
Conditions of App	roval (if any)!				/	





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

May 19, 2016

HOBBS OCD MAY 2 3 2016 RECEIVED

Mr. Paul Kautz **Oil Conservation Division** 1625 N. French Drive Hobbs, New Mexico 88240

> Re: LG-2850 Mobil Lea State #8 Township 20 South, Range 34 East, NMPM Section 2 Lea County, New Mexico

Dear Mr. Kautz:

Enclosed is a Sundry Notices and Reports on Wells for the Mobil Lea State #8, Subsequent Report, Casing Leak Repair, to be filed with your office. We have also enclosed a copy of the Chart.

If you have any questions, please contact Kyle Alpers at 505-625-2222.

Sincerely,

ARMSTRONG ENERGY CORPORATION

By: Irma Cunningham, Geo Tech

Enclosures