

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

HOBBS OCD
JUN 14 2016
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. 30-025-28521 ✓
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other Salt Water Disposal ✓		5. Indicate Type of Lease Federal STATE <input type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator DLJ Equipment Leasing, LTD ✓		6. State Oil & Gas Lease No.
3. Address of Operator P.O. Box 2140 Lovington, NM 88260		7. Lease Name or Unit Agreement Name Sprinkle Federal ✓
4. Well Location Unit Letter H : 1650 feet from the North line and 460 feet from the East line ✓ Section 9 Township 19S Range 35E NMPM County Lea ✓		8. Well Number 7 ✓ 9. OGRID Number 261405 ✓
11. Elevation (Show whether DR, RKB, RT, GR, etc.)		10. Pool name or Wildcat

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

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

- 05/30/16 Discover tubing leak, Started Bleeding well off
- 06/03/16 Rig up wireline w/ CIBP., Run into 9218 feet could not go past, Set CIBP
- 06/13/16 Rig up unit, unseat packer, Started out of the hole, could not get up past 3500 feet.
- 06/14/16 RIH to 10076 feet with packer, Top Perfs at 9544 feet, pulled upto 9500 feet,
- 06/15/16 RIH with wireline, shoot off tubing, pump 50 sacks cement plug.
- 06/15/16 Leave well TA

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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 Larry Gandy TITLE Partner DATE 6/14/16

Type or print name Larry Gandy E-mail address: lgandy@gandycorporation.com PHONE: (575) 396-0522

For State Use Only

APPROVED BY: Mark Whitaker TITLE Petroleum Engr. Specialist DATE 6/14/2016 MW

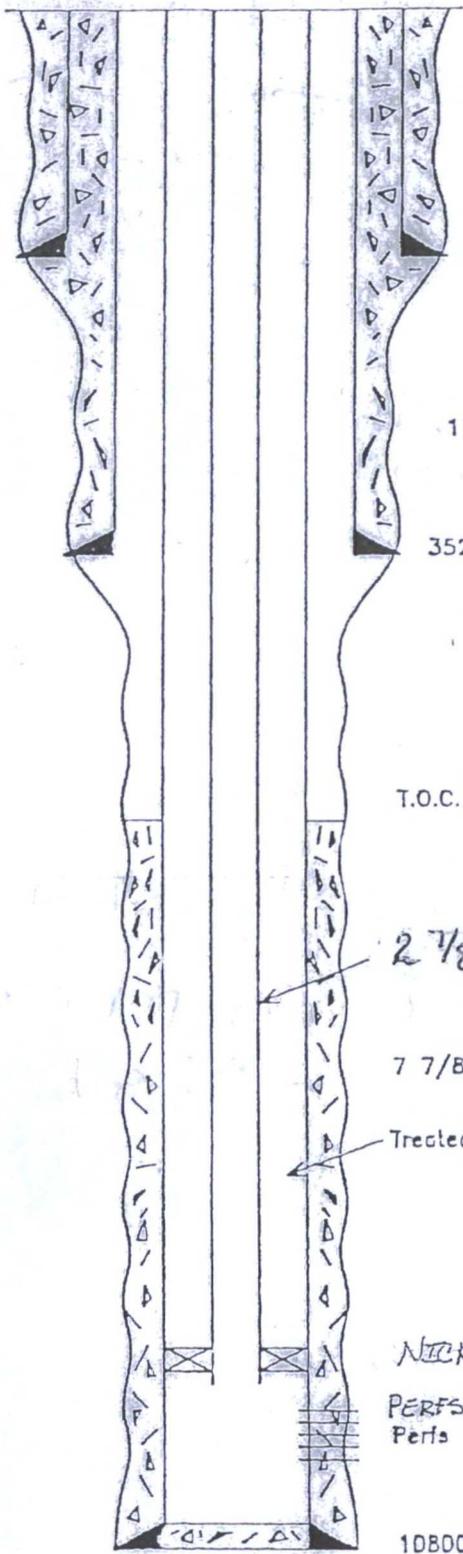
Conditions of Approval (if any):

7-10-17

DJL EQUIPMENT LEASING, LTD

Elev. 3835' K.B. +12'

CURRENT WELLBORE STATUS



17 1/2" Hole Size

350' - 13 3/8", 54.5#, K-55
Cemented w/400 sxs Class "C" + 2% Cacl + 1/4# Flocele
Circulated to Surface

11" Hole Size

3526' - 8 5/8", 32#, K-55
Cemented w/1200 sxs Howco Lite w/15# ball/sx
+ 1/4# Flocele Followed by 300 sxs Class "C"

T.O.C. @ 7600' (Calculated)

2 7/8 615# J-55 EUE Brd Tubing I.P.C. poly bore lined.

7 7/8" Hole Size

Treated Packer Fluid

NICKEL COATED Packer @ 9464' (PACKER, ON-OFF TOOL, 6'508)

PERFS 9544-9610
Perfs 10567-10680

10800' - 5 1/2", 17#, N-80

T.D. @ 10200'

Cemented w/600 sxs 50-50 Pozmiz + 2% gel + 0.6% Holod 22
+ 3# Kcl/sx + 1/2# Flocele 30-025-28521

SPRINKLE FEDERAL NO. 3
1650' FNL & 460' FEL
SFC 9 T-195 R-35F IFA CTY