

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 OGD
OCT 04 2016
RECEIVED

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

WELL API NO. 30-025-21916
5. Indicate Type of Lease STATE [X] FEE []
6. State Oil & Gas Lease No. B-9560
7. Lease Name or Unit Agreement Name New Mexico AQ State NCT 11
8. Well Number 1
9. OGRID Number 213190
10. Pool name or Wildcat Lazy J. Penn

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.)

1. Type of Well: Oil Well [X] Gas Well [] Other []

2. Name of Operator CrownQuest Operating, LLC

3. Address of Operator PO Box 53310, Midland, TX 79710

4. Well Location
Unit Letter J : 1980 feet from the S line and 1980 feet from the E line
Section 3 Township 14S Range 33E NMPM County Lea

11. Elevation (Show whether DR, RKB, RT, GR, etc.) 4210' GL

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

NOTICE OF:
PERFORM REMEDIAL WORK []
TEMPORARILY ABANDON []
PULL OR ALTER CASING []
DOWNHOLE COMMINGLE []
OTHER: []
INT TO PA []
P&A NR []
P&A R []

SUBSEQUENT REPORT OF:
REMEDIAL WORK [] ALTERING CASING []
COMMENCE DRILLING OPNS. [] P AND A [X]
CASING/CEMENT JOB []
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.

08/16/16 MIRU plugging equipment, dug out cellar, ND wellhead, NU BOP. 08/17/16 Tallied tbg & csg in hole. Tag'd 4 1/2" CIBP @ 9256'. Circulated hole w. mud laden fluid. Pressure tested csg, failed. Spot'd 25 sx class H cmt @ 9256-8878'. WOC. 08/18/16 No tag. Re-spot'd 25 sx class H cmt @ 8256-8878'. WOC. Tag'd plug @ 8864' (per Mark Whitaker's request). Spot'd 25 sx class H cmt @ 7750- 7450'. WOC. 07/19/16 Tag plug @ 7284' (per Mark Whitaker's request). Spot'd 25 sx class C cmt @ 4200-3822'. WOC. Tag'd plug @ 3808'(per Mark Whitaker's request). Pressure tested csg, held 500 psi. 08/22/16 Cut 4 1/2 csg @ 3750'. RU Csg jacks, NU WH, POH w/ 116 jts 4 1/2 csg. Spot'd 35 sx class C cmt @ 3800-3665'. WOC. 08/23/16 Tag'd plug @ 3626'. Pressure tested 8 5/8 csg, failed. Spot'd 45 sx class C cmt @ 2449'. Pressure tested csg, failed. RIH w/ 8 5/8 packer to 425', pressure tested csg. 08/24/16 Continued to isolate holes. Spot'd 40 sx class C cmt @ 1750-1596'. WOC. 08/25/16 Tag'd plug @ 1536'. Isolated holes in csg. Spot'd 50 sx class C cmt @ 1124-931'. WOC. 08/26/16 Tag'd plug @ 922'. Spot'd 200 sx cmt @ 922-157'. WOC. Tag'd plug @ 174'. Spot'd 65 sx class C cmt @ 174 & circulated to surface. Rigged down and moved off. 08/30/16 Moved in welder

Spud Date: 8-16-2016

Rig Release Date: 8-26-2016

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

SIGNATURE [Signature] TITLE Lease Manager DATE 9-26-2016

Type or print name Saul Leyva E-mail address: sleuva@crowquest.com PHONE: 432-559-9066

APPROVED BY: [Signature] TITLE P.E.S. DATE 10/5/2016

Conditions of Approval (if any):

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

OCT 04 2016

RECEIVED

OIL CONSERVATION DIVISION

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

WELL API NO. 30-025-21916
5. Indicate Type of Lease STATE [X] FEE []
6. State Oil & Gas Lease No. B-9560
7. Lease Name or Unit Agreement Name New Mexico AQ State NCT 11
8. Well Number 1
9. OGRID Number 213190
10. Pool name or Wildcat Lazy J. Penn

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.)
1. Type of Well: Oil Well [X] Gas Well [] Other []

2. Name of Operator CrownQuest Operating, LLC

3. Address of Operator PO Box 53310, Midland, TX 79710

4. Well Location Unit Letter J : 1980 feet from the S line and 1980 feet from the E line Section 3 Township 14S Range 33E NMPM County Lea

11. Elevation (Show whether DR, RKB, RT, GR, etc.) 4210' GL

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 [X] 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.

Dug out cellar. Cut off wellhead. Welded on "Above Ground Dry Hole Marker". Backfilled cellar. Removed deadmen, cleaned location, and moved off.

Approved for Plugging of wellbore only. Liability under bond is retained pending restoration and completion of the C-103, Specific for Subsequent Report of Well Plugging, which may be found on the OCD web page under forms.

Spud Date: 8-16-2016

Rig Release Date: 8-26-2016

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

SIGNATURE [Signature] TITLE Lease Manager DATE 9-26-16

Type or print name Saul Leyva E-mail address: sleyra@cfbquest.com PHONE: 432-559-9066

For State Use Only

APPROVED BY: TITLE DATE

Conditions of Approval (if any):