

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

HOE OGD
 MAR 02 2017
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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. 30-025-28224
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other SWD <input checked="" type="checkbox"/>		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator Oasis Water Solutions, LLC		6. State Oil & Gas Lease No.
3. Address of Operator P. O. Box, Monument, NM 88265		7. Lease Name or Unit Agreement Name Pearl State
4. Well Location Unit Letter <u>J</u> : <u>1,980</u> feet from the <u>South</u> line and <u>1,980</u> feet from the <u>East</u> line Section <u>10</u> Township <u>19 S</u> Range <u>35 E</u> NMPM County <u>Lea</u>		8. Well Number <u>2</u>
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3,830' RKB		9. OGRID Number <u>310761</u>
		10. Pool name or Wildcat <u>SWD</u> Searb Southeast (Wolfcamp)

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 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 checked="" 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.

RU 12/2/16 to run step-rate test. Unable to load 5-1/2" casing x 3-1/2" tubing annulus.
 Released Pkr & POOH w/ 302 jts 3-1/2" IPC Tbg and Pkr. Found 3 holes in 3-1/2" Tbg and corrosion in several couplings / pins.
 PU 4-3/4" bit, 5-1/2" casing scrapper & RIH on DC's & 2-7/8" WS. Tag fill @ 10,659' (Perfs 10,490 - 10,555'). Circulate WB clean and wash fill down to 10,758'.
 POOH & LD DC's, scrapper & bit. PU 5-1/2" treating Pkr & RIH on 2-7/8" WS hydro-testing.
 Set Pkr @ 5,214' & test 5-1/2" x 2-7/8" annulus above Pkr to 500 psi - Ok. Release Pkr & RIH to 10,379'.
 Set Pkr @ 10,379' & test 5-1/2" x 2-7/8" annulus above Pkr to 500 psi - Ok. 5-1/2" casing tested good.
 RU Stone Oilfield Services Acid Company and acidize perfs 10,490 - 10,550' w/ 300 gals Xylene followed by 1,200 gals 15% NEFE.
 Overflushed. POOH & LD WS & Pkr. 12/19/16 Suspend operations to secure new 3-1/2" Injection Tbg.
 Resume operations 2/21/17.
 PU new 5-1/2" x 2-7/8" Arrowset 1-X NP 10k Pkr w/ IPC ID + 2-7/8" on/off tool w/ 2.31 SS "F" Profile + 2-7/8" x 3-1/2" SS XO & RIH on 330 Jts (10,412') 3-1/2", 9.3 ppf, L-80, 8rd EUE FG Duoline Tbg. Set Pkr @ 10,421' KB w/ 20 pts compression. Circulate annulus w/ 130 bbls FW Pkr fluid w/ CI & Biocide. NU WH. Load & test 5-1/2" x 3-1/2" annulus to 620 psi and chart for 30 mins. RD 2/27/17. Schedule MIT w/ NMOCD.

SWD-1542

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: [Signature] TITLE: Agent - HeLMS Oil & Gas DATE: 3/2/17

Type or print name: Michael Stewart E-mail address: mstewart@helmsoil.com PHONE: (432) 682-1122

APPROVED BY: [Signature] TITLE: AO/II DATE: 3/2/2017

Conditions of Approval (if any):

MB