

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

Form C-103
 Revised July 18, 2013

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

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 <input type="checkbox"/> Gas Well <input type="checkbox"/> Other Salt Water Disposal	7. Lease Name or Unit Agreement Name Quail "16" State SWD
2. Name of Operator Fasken Oil and Ranch, Ltd.	8. Well Number 9
3. Address of Operator 6101 Holiday Hill Road, Midland, TX 79707	9. OGRID Number 151416
4. Well Location Unit Letter <u>N</u> : <u>1050</u> feet from the <u>South</u> line and <u>2330</u> feet from the <u>West</u> line Section <u>16</u> Township <u>20S</u> Range <u>34E</u> NMPM County <u>Lea</u>	10. Pool name or Wildcat SWD; Devonian
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3636.7 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
 CLOSED-LOOP SYSTEM
 OTHER:

SUBSEQUENT REPORT OF:

- REMEDIAL WORK ALTERING CASING
 COMMENCE DRILLING OPNS. P AND A
 CASING/CEMENT JOB
 OTHER: Completion of Well

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.

1/11-

Loaded 7" casing with 5 bpw and performed pump in test as follows: Pumped 50 bpw @ 5 bpm @ 54 psi, increased rate to 10 bpm. Pumped 100 bpw @ 10 bpm @ 300 psi decreasing to 173 psi, increased rate to 15 bpm. Pumped 150 bpw @ 15 bpm @ 273 psi decreasing to 160 psi, increased rate to 20 bpm. Pumped 200 bpw at 20 bpm @ 320 psi decreasing to 240 psi, increased rate to 25 bpm. Pumped 70 bpw @ 25 bpm @ 440 psi increasing to 600 psi and we lost motor on charge pump. Shut down pumps for 10" and well took additional 28 bpw at a rate of 2.8 bpm on vacuum. Pumped a total of 598 bpw for pump in test. Opened 9-5/8" and 13-3/8" casing valves and RU Basic Energy acid crew. Rolled acid tanks to achieve 15% concentration. Loaded and tested lines to 4000 psi and set mechanical pop-off at 3800 psi. Loaded casing with 80 bbls (calculated FL 2088' FS). Acidized Devonian open hole with 40,000 gals 15% NEFE DI HCl and 10,000 lbs graded rock salt for diversion as follows: 7000 gals 15% NEFE DI HCl @ 16-20 bpm @ 20-463 psi, 1000# graded rock salt in 15 bbls gelled brine @ 20 bpm @ 440 psi. 7000 gals 15% NEFE DI HCl @ 20-23.5 bpm @ 422-484 psi, 1500# graded rock salt in 24 bbls gelled brine @ 23.3 bpm @ 456 psi. 5500 gals 15% NEFE DI HCl @ 22.8-23.4 bpm @ 413-428 psi, 2000# graded rock salt in 31 bbls gelled brine @ 22.3 bpm @ 267 psi. 5500 gals 15% NEFE DI HCl @ 22.9-23.8 bpm @ 152-25 psi, 2500# graded rock salt in 30 bbls gelled brine @ 20.9 bpm @ 26 psi. 6300 gals 15% NEFE DI HCl @ 21.5-19.6 bpm @ 26-29 psi, 3000# graded rock salt in 48 bbls gelled brine @ 18.2 bpm @ 29 psi. 8700 gals 15% NEFE DI HCl @ 20.3-21.9 bpm @ 29-33 psi. Dropped rate for last three blocks to hit open hole but did not see any diversion. Flushed with 200 bfw + 800 bpw. ISIP- vacuum. MIR- 23.8 bpm. AIR- 21 bpm. MIP- 501 psi. AIP- 105 psi. Well took additional 45 bpw on a 5.0 bpm vacuum rate through the pumps after SD. RIW w/ 1- 7" (5.825" OD) x 3-1/2 (3" ID) x 7.80' long EUE 8rd Arrowset 1X HP nickel plated injection packer with 7" (5" OD) x 3-1/3" EUE 8rd T-2 TOSSD, nickel plated J-housing and stainless steel 3-1/2" EUE 8rd top connection with stainless steel 2.81" "X" profile nipple 1.82' in length (left hand release) with 3-1/2" EUE 8rd (3" ID) x 4-1/2" BT&C box stainless steel (5" OD x .64" in length x 3" ID) crossover sub. Torqued 3-1/2" EUE 8rd threads to 1800 ft/lbs torque. Tubular Solutions thread tech on location to monitor buttress thread make up of casing connections by casing crew. Had to push first 4 jts casing and packer in well running a total of 30 jts casing with packer at 1378'. continued RIW with 4-1/2" IPC injection tubing. Tied back with 133 jts ran and changed elevators to slip type. Have ran 129 jts injection tubing today with thread tech monitoring each thread makeup with a total of 159 jts RIW with EOT at 7182'. NMOCD was notified of intent to complete well for disposal at 2:57 p.m., set up MIT test for Monday morning at 8:00 a.m. Continued working with tubing in attempt to get packer to J-up in running position with no success. Mr. Kenny Fortner with New Mexico OCD came by location today to check on progress. Verified packer was still set and continued to POW and LD 4-1/2" IPC buttress thread injection tubing with thread tech monitoring box to pin connections as pipe LD. RIW with 4-1/2" IPC injection tbg @ 14,702.57'. Tagged and latched into top of packer at

14,702' w/ center of element at 14,704' by tubing depth (top at 14,710' with center of element at 14,712' by WL depth). Stung into packer with 15 pts compression. Loaded tubing/casing annulus with 25 bfw mixed w/ biocide and tested to 560 psi on chart recorder for 35" with good test. Stung out of packer with 18 pts over string weight, LD top jt, and measured space out. Mixed 36 gals packer fluid with 10 gal biocide in 350 bfw and circulated in frac tank. Displaced 325 bbls packer fluid w/ biocide down tubing/casing annulus @ 2.50 bpm at 0 psi with no change in tubing status. PU 4-1/2" IPC L-80 Buttress subs 10.00' and 20.10' sub on top with 7-1/16" landing sub, seated seal assembly in packer and landed w/ 18 pts compression. Opened intermediate casing valve w/ ligh blow and opened surface casing with no flow at request of OCD representative. RU pump truck with 1000 psi chart recorder. Pressured 4-1/2" tubing x 7" casing annulus with 1/2 bfw with biocide to 560# and isolated truck from well. Ran chart for 35 min and lost 10 psi with no change in tubing, or intermediate or surface casing status and test was approved by OCD (Mr. Terry Fortner) with signed chart. Bled down pressure and RDPT. RUPT and conducted pump in rate w/ 225 bpw mixed w/ 10 gal biocide down tubing at 4.4 bpm rate with 500 psi on pump truck (Due to friction psi on 2" hose). ISDP vacuum with no change in tubing/casing status. Locked and tagged out wing valve. Final report until battery construction begins. Rigged down and cleaned location.

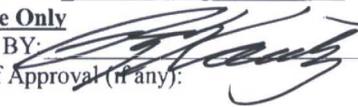
Spud Date: 12/7/2016

Rig Release Date: 01/08/2017

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

SIGNATURE _____ TITLE Regulatory Analyst DATE 3/03/17

Type or print name Addison Long E-mail address: addisonl@forl.com PHONE: 432-687-1777

For State Use Only
APPROVED BY:  TITLE _____ DATE 02/06/17
Conditions of Approval (if any):