

Submit 3 Copies To Appropriate District Office  
 District I  
 1625 N. French Dr., Hobbs, NM 88241  
 District II  
 1301 W. Grand Ave., Artesia, NM 88210  
 District III  
 1000 Rio Brazos Rd., Aztec, NM 87410  
 District IV  
 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
 Energy, Minerals and Natural Resources  
**HOBBS OCD**  
 OIL CONSERVATION DIVISION  
 20 South St. Francis Dr.  
 Santa Fe, NM 87505

Form C-103  
 June 19, 2008

APR 16 2018

RECEIVED

WELL API NO. 30-025-22017 <b>00036</b>
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. K-2654
7. Lease Name or Unit Agreement Name NEW MEXICO "B"
8. Well Number 2
9. OGRID Number 247692
10. Pool name or Wildcat MESCALERO PERMO PENN
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 4265' GR

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  Gas Well  Other

2. Name of Operator  
JAY MANAGEMENT COMPANY, LLC

3. Address of Operator  
1001 WEST LOOP SOUTH, SUITE 750 HOUSTON, TX 77027

4. Well Location  
 Unit Letter A : 323 feet from the NORTH line and 1007 feet from the EAST line  
 Section 27 Township 10S Range 32E NMPM County LEA

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

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

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 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

02/13/2018 FTS WOR crew arrived on location. The well had low pressure. Bled to zero.  
 Pulled 168 jts 2-7/8" tubing, tubing anchor, SN, perforated sub, and 1 jt. 2-7/8" mud anchor.  
 Tally 5,255.94 ft for tubing, TA, SN, PS, and mud anchor.  
 02/14/2018 TIH with 2-7/8" to TD the well and check for fill. Hit tight spot @ 4800' pass tight spot to 5275'  
 The well is currently filled from 5275' to total depth of well and inoperable in its present condition. POOH and SI.  
 04/07/2018 Set CIBP @ 5200' load the hole with approx 200 BBL of water to pump cement. Hole on vacuum SI.  
  
 Plan to move WO rig by 04/24/2018 to find to hole above 5200' and isolate the hole with CIBP to temporarily Abandon well to re-complete the San Andres formation.

Spud Date:  Rig Release Date: **Condition of Approval: notify OCD Hobbs office 24 hours prior of running MIT Test & Chart**

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

SIGNATURE Clayton Griffin TITLE District Manager DATE 04/16/2018

Type or print name Clay Griffin E-mail address: cgriffin@aymgt.com PHONE: 574-707-5691

APPROVED BY: Mary Brown TITLE AO/II DATE 4/16/2018

Conditions of Approval (if any):