

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

WELL API NO. 30-025-24406
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. E-1732
7. Lease Name or Unit Agreement Name STATE WE "H"
8. Well Number 3
9. OGRID Number 371416
10. Pool name or Wildcat EUMONT; Yates-Seven Rivers-Queen (Oil)

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  
FORTY ACRES ENERGY, LLC

3. Address of Operator  
11777B Katy Freeway, Suite #305, Houston, TX 77079

4. Well Location

Unit Letter K : 2970 feet from the North line and 2310 feet from the West line

Section 2 Township 21S Range 35E NMPM County Lea

11. Elevation (Show whether DR, RKB, RT, GR, etc.)  
3596' GR

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: Deepen well within Eumont Pool, run casing, and stimulate

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.

Deepened well to new TD @ 4112'. on 12/16/2017

Ran casing 4" 10.46# J-55 set at 4095'. Pumped 200 sacks of Class C Cement at 14.8 ppg. on 12/18/2018

Acidize and fracture. Treat perms from 3986' to 4025' on 2/14/18. on 02/14/2018

2.375" 4.7# J-55 tubing set at 4061' on 02/19/2018

Returned to production on February 20, 2018.

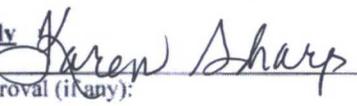
Spud Date: 12/16/2017

Rig Release Date: 12/19/2017

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

SIGNATURE  TITLE Geologist DATE 5/03/2018

Type or print name Jessica LaMarro E-mail address: jessica@faenergyus.com PHONE: 832-706-0041

**For State Use Only**  
 APPROVED BY:  TITLE Staff Mgr DATE 5-10-18  
 Conditions of Approval (if any):