

Submit 3 Copies To Appropriate District Office
 District I
 1625 N. French Dr., Hobbs, NM 88240
 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

Form C-103
 June 19, 2008

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

WELL API NO. 30-025-00036	✓
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" STATE	✓
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 checked="" type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input 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: <input type="checkbox"/>		OTHER: <input type="checkbox"/>	

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 Completion: Attach wellbore diagram of proposed completion or recompletion.

- 1. PERF (DEEP PENETRATING SHOTS) SURFACE.
- 2. CUT OFF WEEHEAD. VERIFY CEN
- 3. INSTALL UPRIGHT P&A MARK

HOBBS OCD ✓
 JUL 11 2018 ✓
 RECEIVED

**SEE ATTACHED
 CONDITIONS OF APPROVAL**

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 Clayton Griffin TITLE District Manager DATE 07/10/2018

Type or print name Clay Griffin E-mail address: cgriffin@armgt.com PHONE: 574-707-5691
For State Use Only

APPROVED BY: Walter Pritchard TITLE Petroleum Engr. Spec. DATE 07/12/2018
 Conditions of Approval (if any):

mw

CONDITIONS OF APPROVAL:

New Mexico "B" No. 2

30-025-00036

UL -A, Section 27, T10S, R32E

- 1) Tag CIBP at 4310'. Circulate MLF from 4310' to 1575'.
- 2) Spot 25 sx cement on CIBP. WOC & Tag.
- 3) POOH to 1575'. Spot 30 sx cement. WOC & Tag. (Top Salt)
- 4) POOH to 816'. Spot 40 sx cement. WOC & Tag at 647' or better. (Bad csg)
- 5) Perf 7 5/8" casing at 495'. Circulate cement to surface inside/outside 7 5/8" casing.
- 6) Cut off wellhead 3' below ground level.
- 7) Verify cement to surface all strings.
- 8) Install upright P&A marker.