

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 S. St. Francis Dr.
 Santa Fe, NM 87505

HOBBS OCD
 RECEIVED
 JUL 16 2018

SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN A WELL OR TO PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)		WELL API NO. 30-025-33979
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator ARMSTRONG ENERGY CORPORATION		6. State Oil & Gas Lease No.
3. Address of Operator P.O. BOX 1973, ROSWELL, NM 88202-1973		7. Lease Name or Unit Agreement Name Hoover 28
4. Well Location Unit Letter <u>1</u> : <u>1650</u> feet from the <u>South</u> line and <u>330</u> feet from the <u>East</u> line Section <u>28</u> Township <u>17S</u> Range <u>35E</u> NMPM Lea County		8. Well Number 4
11. Elevation (Show whether DR, RKB, RT, GR, etc.)		9. OGRID Number 1092
10. Pool name or Wildcat Vacuum; Drinkard, East		10. Pool name or Wildcat Vacuum; Drinkard, East

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"/> TEMPORARILY ABANDON <input type="checkbox"/> PULL OR ALTER CASING <input type="checkbox"/> DOWNHOLE COMMINGLE <input type="checkbox"/> CLOSED-LOOP SYSTEM <input type="checkbox"/> OTHER: <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/> COMMENCE DRILLING OPNS. <input type="checkbox"/> CASING/CEMENT JOB <input type="checkbox"/> OTHER: <input type="checkbox"/>
INT TO PA P&A NR <u>PM</u> P&A R _____	ALTERING CASING <input type="checkbox"/> P AND A <input checked="" 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 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

7/2/2018 Move in equipment, rig up and install BOP. Caught circulation and tested casing to 600#. Lost 20# in 10 minutes. Small leak at 331' was isolated by Armstrong before we arrived. Circulated MLF and spotted 25 sx cement on top of existing CIBP at 4758'. POOH to 3004' and spot 25 sx cement. POOH to 1617' and spot 25 sx cement. POOH and SION.

7/2/2018 Perforate casing at 400'. Establish circulation. Remove BOP and install top flange. Pump cement down 5 1/2" casing to perfs at 400' and up 5 1/2" X 8 5/8" annulus to surface with 105 sx cement. Rigged down. dug out cellar and cut off wellhead. Cement was to surface in both strings of casing. Installed marker, cut off anchors, cleaned pit and cleared location.

Approved for Plugging of wellbore only. Liability under bond is retained pending restoration and completion of the C-103, Specific for Subsequent Report of Well Plugging, which may be found on the OCD web page under forms.
 Restoration Due By 07-03-2019

Spud Date: Rig Release

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

SIGNATURE [Signature] TITLE VP - Operations DATE 7/13/2018
 Type or print name Kyle Alpers E-mail address: kalpers@aecnm.com PHONE: 575-625-2222
 APPROVED BY: [Signature] TITLE P.E.S. DATE 07/16/2018
 Conditions of Approval (if any):