

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

<b>SUNDRY NOTICES AND REPORTS ON WELLS</b> (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.)		WELL API NO. <b>3002544210</b>
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/> <b>INJECTOR</b>		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator <b>FORTY ACRES ENERGY, LLC</b>		6. State Oil & Gas Lease No. <b>E-1639</b>
3. Address of Operator <b>11777B Katy Freeway, Suite #305, Houston, TX 77079</b>		7. Lease Name or Unit Agreement Name <b>WEST EUMONT UNIT</b>
4. Well Location Unit Letter <b>B</b> : <b>2485</b> feet from the <b>North</b> line and <b>1335</b> feet from the <b>East</b> line Section <b>2</b> Township <b>21S</b> Range <b>35E</b> NMPM LEA County		8. Well Number <b>214</b>
11. Elevation (Show whether DR, RKB, RT, GR, etc.) <b>3563' GR</b>		9. OGRID Number <b>371416</b>
10. Pool name or Wildcat <b>EUMONT: Yates-Seven Rivers-Queen (Oil)</b>		

HOUSTON  
 SEP 13 2018  
 RECEIVED

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

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

The well is injecting approximately 275 bpd at 760 psi on the surface. Following results of the step rate test, it is expected these wells will inject 500-700 bpd.

- Shut wells in 48 hours prior to conducting the step rate test.
- Using a pump truck equipped with a chart recorder, begin injecting at a gradient of 0.05 psi/ft.
- Increase the gradient to 0.1, 0.2, 0.3, 0.4 and 0.5 psi/ft or until Formation Parting Pressure is reached.
- A surface pressure vs. rate and bottom hole pressure vs. rate charts will be supplied to the OCD following the tests.

**PROVIDE S.R.T. RESULTS  
 TO SANTA FE OCD FOR  
 APPROVAL**

Spud Date:

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

SIGNATURE *Jessica LaMarro* TITLE Geologist DATE 09/13/2018

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

**For State Use Only**

APPROVED BY: *M. Brown* TITLE Accepted for Record Only DATE 9/18/2018

Conditions of Approval (if any):