

Submit 1 Copy To Appropriate District Office

State of New Mexico

Form C-103

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

Energy, Minerals and Natural Resources

Revised July 18, 2013

HOBBS OGD RECEIVED MAR 25 2019

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

WELL API NO. 30-025-31033
5. Indicate Type of Lease STATE [] FEE [X]
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Midway 5
8. Well Number 1
9. OGRID Number 286255
10. Pool name or Wildcat Shipp Strawn
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3,790 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 [X] Gas Well [] Other []

2. Name of Operator Cobalt Operating, LLC

3. Address of Operator PO Box 51468, Midland Texas 79710

Unit O, 660' FSL and 1980' FEL, Section 5, T-17-S, R-37-E

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: Recomplete to Paddock []

SUBSEQUENT REPORT OF:

- REMEDIAL WORK [] ALTERING CASING []
COMMENCE DRILLING OPNS. [] P AND A []
CASING/CEMENT JOB []
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 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

Pull rods and tubing. Set a bridge plug over existing perforations at 10,750' with 2sx cement, Set CIBP at 8,000' with 2 sx cement. Set CIBP at 6,600' with 2 sx of cement. Perforate the Paddock formation from 6,260' to 6,390'. Cement bond log shows good cement 5,960 to 6,660'.

C-101 approved by Mr. Paul Kautz 2/12/19. Work expected to commence around 3/25/2019.

Spud Date:

[Empty box for Spud Date]

Rig Release Date:

[Empty box for Rig Release Date]

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

SIGNATURE

[Handwritten signature of Mark Burkett]

TITLE: Engineer DATE: 3/20/2019

Type or print name Mark Burkett E-mail address: mark@cobaltoperating.com PHONE: 432-312-5939

For State Use Only

APPROVED BY:

[Handwritten signature]

TITLE

Petroleum Engineer

DATE

03/25/19

Conditions of Approval (if any):

IF USING WIRE LINE MUST BE MINIMUM 35' ON CIBP.