

District I
1625 N. French Dr., Hobbs, NM 88240
Phone (575) 393-6161 Fax (575) 393-0720
District II
811 S. First St., Artesia, NM 88210
Phone (575) 748-1283 Fax (575) 748-9720
District III
1000 Rio Brazos Road, Aztec, NM 87410
Phone (505) 334-6178 Fax (505) 334-6170
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505
Phone (505) 476-3460 Fax (505) 476-3462

State of New Mexico

Form C-101
Revised July 18, 2013

HOBBS OGD Energy Minerals and Natural Resources

Oil Conservation Division

☒ AMENDED REPORT

1220 South St. Francis Dr.

Santa Fe, NM 87505

APR 1 0 2019

RECEIVED

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE

| | | |
|--|--|---|
| ¹ Operator Name and Address FORTY ACRES ENERGY, LLC 11777 Katy Freeway, Suite #305, Houston, TX 77079 | | ² OGRID Number 371416 |
| | | ³ API Number 30-025-04412 |
| ⁴ Property Code 320052 | ⁵ Property Name WEST EUMONT UNIT | ⁶ Well No. 528 |

7. Surface Location

| UL - Lot | Section | Township | Range | Lot Idn | Feet from | N/S Line | Feet From | E/W Line | County |
|----------|---------|----------|-------|---------|-----------|----------|-----------|----------|--------|
| M | 35 | 20S | 36E | | 660 | S | 660 | W | Lea |

8. Proposed Bottom Hole Location

| UL - Lot | Section | Township | Range | Lot Idn | Feet from | N/S Line | Feet From | E/W Line | County |
|----------|---------|----------|-------|---------|-----------|----------|-----------|----------|--------|
| | | | | | | | | | |

9. Pool Information

| Pool Name | Pool Code |
|--|-----------|
| EUMONT; Yates-Seven Rivers-Queen (Oil) | 22800 |

Additional Well Information

| | | | | |
|------------------------------|---------------------------------------|--|--|---|
| ¹¹ Work Type E | ¹² Well Type O | ¹³ Cable/Rotary C | ¹⁴ Lease Type P | ¹⁵ Ground Level Elevation 3562' |
| ¹⁶ Multiple N | ¹⁷ Proposed Depth 4200' | ¹⁸ Formation QUEEN | ¹⁹ Contractor Standard Energy Services | ²⁰ Spud Date 12/06/2018 |
| Depth to Ground water | | Distance from nearest fresh water well | | Distance to nearest surface water |

☒ We will be using a closed-loop system in lieu of lined pits

21. Proposed Casing and Cement Program


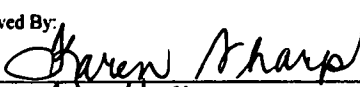
| Type | Hole Size | Casing Size | Casing Weight/lb | Setting Depth | Sacks of Cement | Estimated TOC |
|---------------------|-----------|-------------|------------------|---------------|-------------------------------|---------------|
| Original Surface | 12 1/4" | 9 5/8" | 32.3#/ft | 327' | 275 | Surface |
| Original Production | 8 3/4" | 7" | 20#/ft | 3775' | 1750 Gel & 150 Regular Cement | Surface |
| NEW Production | 6 1/8" | 4 1/2" | 11.6#/ft | 4200' | 300 | Surface |

Casing/Cement Program: Additional Comments

| |
|--|
| |
|--|

22. Proposed Blowout Prevention Program

| Type | Working Pressure | Test Pressure | Manufacturer |
|------------|------------------|---------------|--------------|
| Double Ram | 3000 | 1500 | Shaffer |

| | | | |
|--|--|--|--|
| ²³ I hereby certify that the information given above is true and complete to the best of my knowledge and belief. I further certify that I have complied with 19.15.14.9 (A) NMAC <input checked="" type="checkbox"/> and/or 19.15.14.9 (B) NMAC <input checked="" type="checkbox"/> , if applicable. Signature:  Printed name: Jessica LaMarro Title: Geologist E-mail Address: jessica@tgenenergyus.com Date: 04/10/2019 | | OIL CONSERVATION DIVISION Approved By:  Title: Staff Mgr Approved Date: 11/30/18 Expiration Date: 11/30/20 Conditions of Approval Attached | |
| Phone: 832-706-0041 | | | |