

District I - (575) 393-6161
1625 N. French Dr., Hobbs, NM 88240

Energy, Minerals and Natural Resources

Revised August 1, 2011

District II - (575) 748-1283
811 S. First St., Artesia, NM 88210

RECEIVED
OIL CONSERVATION DIVISION
2020 JAN 15 10:07 AM
HOBBS OGD

OIL CONSERVATION DIVISION

District III - (505) 334-6178
1000 Rio Brazos Rd., Aztec, NM 87410

220 South St. Francis Dr.

District IV - (505) 476-3460
1220 S. St. Francis Dr., Santa Fe, NM 87505

Santa Fe, NM 87505

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|---|
| WELL API NO. 30-025-29501 |
| 5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/> |
| 6. State Oil & Gas Lease No. LG-2265 |
| 7. Lease Name or Unit Agreement Name Superior WA State |
| 8. Well Number #4 |
| 9. OGRID Number 370740 |
| 10. Pool name or Wildcat Sanders Permo Upper Penn |
| 11. Elevation (Show whether DR, RKB, RT, GR, etc.) 4188' GL |

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
Foundation Energy Management, LLC.

3. Address of Operator
5057 Kgs Road, Suite 650 Addison, TX. 75001

4. Well Location
Unit Letter H: 2310 feet from the North line and 660' feet from the East line
Section 11 Township 14S Range 33E NMPM County Lea

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

NOTICE OF INTENTION TO:

- PERFORM REMEDIAL WORK
- TEMPORARILY ABANDON
- PULL OR ALTER CASING
- DOWNHOLE COMMINGLE
- PLUG AND ABANDON
- CHANGE PLANS
- MULTIPLE COMPL

SUBSEQUENT REPORT OF:

- REMEDIAL WORK
- COMMENCE DRILLING OPNS.
- CASING/CEMENT JOB
- ALTERING CASING
- P AND A

OTHER:

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.

On previous workover on 5-12-18, set CIBP @ 9871' and bail dump 4 sacks on Tag @ 9,837'. Jeronimo Valdez Foundation Energy notified NMOCD. Circulated Salt Gel Mud. Test Casing 500 PSI. Test Good. 12-17-19 Spot 15 sacks Class C 4265'-4114'. WOC. Tag Plug @ 4163'. Perforate @ 3605'. Establish rate. Squeeze 30 sacks Class C 3756'-3453'. WOC. Tag Plug @ 3415'. 12-18-19 Perforate @ 1830'. Establish rate. Squeeze 30 sacks Class C 1895'-1795'. WOC. Tag Plug @ 1675'. Perforate @ 100'. Establish rate & Circulation. Squeeze 52 sacks Class C 100'-Surface in 5-1/2" x 8-5/8" Annulus & leave 5-1/2" Casing full.

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 [Signature] TITLE HSB Regulatory Supervisor DATE 1/13/20

Type or print name JAMES SWAN E-mail address: jswan@fund-hm-energy.com PHONE: 918-526-5592

APPROVED BY: [Signature] TITLE CO A DATE 1-24-20

Conditions of Approval (if any):