

WELL ABANDONMENT REPORT

This form is to be submitted as an Intent to Abandon whenever an abandonment is planned on a borehole. After the abandonment is complete, this form shall again be submitted as a Subsequent Report of the actual work completed. The approved intent shall be valid for six months after the approval date, after that period, a new intent will be required. Attachments required with the Intent to Abandon are wellbore diagrams of the current configuration and the proposed configuration with plugs set. A Subsequent Report of Abandonment shall indicate the actual work completed. Attachments required with a Subsequent Report are a wellbore diagram showing plugs that were set and casing remaining in the hole, the job summaries from all plugging contractors used, including wireline and cementing (third party verification) and any logs that may have been run during abandonment.

Document Number:
 401377186
 Date Received:

OGCC Operator Number: 10651 Contact Name: Justin Pivik
 Name of Operator: VERDAD RESOURCES LLC Phone: (720) 6518405
 Address: 5950 CEDAR SPRINGS ROAD Fax: _____
 City: DALLAS State: TX Zip: 75235 Email: jpivik@verdadoil.com

For "Intent" 24 hour notice required, Name: _____ Tel: _____
 Email: _____
COGCC contact:

API Number 05-123-09280-00 Well Number: 55-8
 Well Name: CRYSTAL STATE
 Location: QtrQtr: CNW Section: 8 Township: 3N Range: 62W Meridian: 6
 County: WELD Federal, Indian or State Lease Number: _____
 Field Name: WILDCAT Field Number: 99999

Notice of Intent to Abandon Subsequent Report of Abandonment

Only Complete the Following Background Information for Intent to Abandon

Latitude: 40.244156 Longitude: -104.352528
 GPS Data:
 Date of Measurement: 06/14/2017 PDOP Reading: 1.5 GPS Instrument Operator's Name: Dallas Nielsen
 Reason for Abandonment: Dry Production Sub-economic Mechanical Problems
 Other Re-Enter to Re-Plug
 Casing to be pulled: Yes No Estimated Depth: _____
 Fish in Hole: Yes No If yes, explain details below
 Wellbore has Uncemented Casing leaks: Yes No If yes, explain details below
 Details: _____

Current and Previously Abandoned Zones

Formation	Perf. Top	Perf. Btm	Abandoned Date	Method of Isolation	Plug Depth
J SAND	6878	6882	09/23/1980	CEMENT	5900
Total: 1 zone(s)					

Casing History

Casing Type	Size of Hole	Size of Casing	Weight Per Foot	Setting Depth	Sacks Cement	Cement Bot	Cement Top	Status
SURF	12+1/4	8+5/8	24	468	300	468	0	VISU
1ST	7+7/8	4+1/2	10.5	7,024	385	7,024	6,050	CBL

Plugging Procedure for Intent and Subsequent Report

CIBP #1: Depth _____ with _____ sacks cmt on top. CIBP #2: Depth _____ with _____ sacks cmt on top.
 CIBP #3: Depth _____ with _____ sacks cmt on top. CIBP #4: Depth _____ with _____ sacks cmt on top.
 CIBP #5: Depth _____ with _____ sacks cmt on top.

NOTE: Two(2) sacks cement required on all CIBPs.

Set	60	sks cmt from	5182	ft. to	5507	ft.	Plug Type: OPEN HOLE	Plug Tagged: <input checked="" type="checkbox"/>
Set	180	sks cmt from	250	ft. to	504	ft.	Plug Type: CASING	Plug Tagged: <input checked="" type="checkbox"/>
Set	96	sks cmt from	0	ft. to	250	ft.	Plug Type: CASING	Plug Tagged: <input type="checkbox"/>
Set		sks cmt from		ft. to		ft.	Plug Type: _____	Plug Tagged: <input type="checkbox"/>
Set		sks cmt from		ft. to		ft.	Plug Type: _____	Plug Tagged: <input type="checkbox"/>

Perforate and squeeze at _____ ft. with _____ sacks. Leave at least 100 ft. in casing _____ CICR Depth
 Perforate and squeeze at _____ ft. with _____ sacks. Leave at least 100 ft. in casing _____ CICR Depth
 Perforate and squeeze at _____ ft. with _____ sacks. Leave at least 100 ft. in casing _____ CICR Depth
(Cast Iron Cement Retainer Depth)

Set 276 sacks half in. half out surface casing from 0 ft. to 504 ft. Plug Tagged:
 Set 0 sacks at surface
 Cut four feet below ground level, weld on plate Above Ground Dry-Hole Marker: Yes No
 Set 0 sacks in rat hole Set 0 sacks in mouse hole

Additional Plugging Information for Subsequent Report Only

Casing Recovered: _____ ft. of _____ inch casing Plugging Date: 08/05/2017
 *Wireline Contractor: _____ *Cementing Contractor: O-Tex
 Type of Cement and Additives Used: Class G, Class C
 Flowline/Pipeline has been abandoned per Rule 1103 Yes No *ATTACH JOB SUMMARY

Technical Detail/Comments:

I hereby certify all statements made in this form are, to the best of my knowledge, true, correct, and complete.

Signed: _____ Print Name: Justin Pivik
 Title: Operations Manager Date: _____ Email: jpivik@verdadoil.com

Based on the information provided herein, this Well Abandonment Report (Form 6) complies with COGCC Rules and applicable orders and is hereby approved.

COGCC Approved: _____ Date: _____

CONDITIONS OF APPROVAL, IF ANY: _____

COA Type	Description

Attachment Check List

Att Doc Num	Name
401377957	CEMENT JOB SUMMARY
401377964	WELLBORE DIAGRAM

Total Attach: 2 Files

General Comments

<u>User Group</u>	<u>Comment</u>	<u>Comment Date</u>
		Stamp Upon Approval

Total: 0 comment(s)