

A-PLUS WELL SERVICE, INC.

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Robert L. Bayless Producer LLC

June 25, 2014

Retherford 3

Page 1 of 1

1875' FNL and 2072' FEL, Section 22, T-35-N, R-20-W

Montezuma County, CO

Lease Number: COC01708

API #05-083-05172

Plug and Abandonment Report

Notified State of Colorado and Colorado BLM on 6/17/14

Plug and Abandonment Summary:

Plug #1 with CR at 1135' spot 17 sxs (20.1 cf) Class B cement inside casing from 1135' to 985'.

Plug #2 with 100 sxs (118 cf) Class B cement inside casing from 290' to surface, returns squeezed 12 sxs of 100 when SI bradenhead.

Plugging Work Details:

6/23/14 Rode rig and equipment to location. Spot in and RU. Open up well; no pressures. Full fluid do not have right companion flange to nipple up. LD polish rod. Install 2-7/8" valve. SI well. SDFD.

6/24/14 Open up well; no pressures. X-over to tubing equipment. PU on tubing weigh 5k. Note: T. McCarthy, Bayless approved to LD pipe on ground and use rector flange. NU BOP. RU work floor and tubing handling equipment 2-7/8" LD 36 jnts 2-7/8" on ground. Note: T. McCarthy, Bayless requested need not tally. X-over 2-3/8" tubing tally A-Plus workstring (62 jnts total on #119). PU 37 jnts tag at 1137' LD jnt #37. Note: A. White, CO BLM approved procedure change. TIH with 5-1/2" DHS CR and set at 1135'. Establish circulation. Pressure test casing to 800 PSI, OK. Spot plug #1 with calculated TOC at 985'. Reverse circulate. Mix and pump 20 bbls of Corrosion Inhibitor from 985' to 145'. Perforate 3 HSC squeeze holes at 290'. Establish circulation. Spot plug #2 with TOC at surface. SI well with 300 PSI on squeeze. SDFD.

6/25/14 Open up well; no pressures. Open blinds, cement in BOP. ND BOP. Dig out wellhead. Perform Hot Work Permit. Cut off wellhead. Found cement at surface in casing x casing. Weld plate on 8-5/8" casing with notched side to check for pressure. RD and MOL.

Allen White, Colorado BLM representative, was on location.

Tom McCarthy, Bayless representative, was on location.