

Submit 1 Copy To Appropriate District Office

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

State of New Mexico
Energy, Minerals and Natural Resources

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-103

Revised August 1, 2011

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.)		WELL API NO. 30-015-39028
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator KEYSTONE PETROLEUM NM, LLC.		6. State Oil & Gas Lease No. X0-0648-0150, 0131
3. Address of Operator 222 WEST COLINAS BLVD SUITE 1570 EAST IRVING, TEXAS 75039		7. Lease Name or Unit Agreement Name PALMILLO "10" STATE
4. Well Location Unit Letter E : 1980' feet from the NORTH line and 330' feet from the WEST line Section 10 Township 19S Range 28E NMPM County EDDY		8. Well Number 1H
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3540' GL		9. OGRID Number 10. Pool name or Wildcat (96413) PALMILLO BONE SPRING SOUTHWEST

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 ☐

SUBSEQUENT REPORT OF:
 REMEDIAL WORK ☐ ALTERING CASING ☐
 COMMENCE DRILLING OPNS. ☐ P AND A ☐
 CASING/CEMENT JOB ☐

OTHER: REQUEST EXTENSION OF PERMIT ☒

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.

1. KEYSTONE PETROLEUM NM, LLC. requests the approval to extend the permit to drill their "PALMILLO "10" STATE # 1H well located in section 10 T19S-R28E Eddy Co. NM.

RECEIVED
MAY 06 2013
NMOCD ARTESIA

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 Joe T. Janica TITLE Permit Engineer DATE 05/06/13

Type or print name Joe T. Janica E-mail address: joe.janica@valornet.com PHONE: 575-391-8503

For State Use Only

APPROVED BY: T.C. Shepard TITLE Geologist DATE 5/6/2013

Conditions of Approval (if any):

Final extension: expires 5/10/14