Submit 1 Copy To Appropriate District State of New Mexico Form C-103 Office Revised August 1, 2011 District I - (575) 393-6161 Energy, Minerals and Natural Resources WELL API NO. 1625 N. French Dr., Hobbs, NM 88240 District II - (575) 748-1283 30-039-22294 OIL CONSERVATION DIVISION 811 S. First St., Artesia, NM 88210 5. Indicate Type of Lease District III - (505) 334-6178 1220 South St. Francis Dr. STATE | FEE 1000 Rio Brazos Rd., Aztec, NM 87410 Santa Fe, NM 87505 6. State Oil & Gas Lease No. District IV - (505) 476-3460 1220 S. St. Francis Dr., Santa Fe, NM SUNDRY NOTICES AND REPORTS ON WELLS 7. Lease Name or Unit Agreement Name (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A Jicarilla B DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH 8. Well Number PROPOSALS.) 1E 1. Type of Well: Oil Well Gas Well Other 2. Name of Operator 9. OGRID Number Enervest Operating, L.L.C. 143199 3. Address of Operator 10. Pool name or Wildcat 1001 Fannin Street, Suite 800 Houston, Texas 77002 Basin-Dakota/Blanco-Mesaverde 4. Well Location Unit Letter 1690 feet from the South 940 line and feet from the line Section Township 26 North Range 5 West NMPM Rio Arriba County 11. Elevation (Show whether DR, RKB, RT, GR, etc.) 6598' GR 12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PERFORM REMEDIAL WORK PLUG AND ABANDON ALTERING CASING REMEDIAL WORK **TEMPORARILY ABANDON CHANGE PLANS** COMMENCE DRILLING OPNS. P AND A **PULL OR ALTER CASING** MULTIPLE COMPL \Box CASING/CEMENT JOB DOWNHOLE COMMINGLE **Downhole Commingle** 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. The well is currently completed in and producing from the Basin-Dakota Gas Pool. Enervest proposes to complete the Blanco-Mesaverde Gas Pool and downhole commingle the production from these intervals. Pre-approval status for the Basin-Dakota and Blanco-Mesaverde Gas Pools was authorized by Order No. R-11363. In support of this request, Enervest states that: Pools to be downhole commingled: Basin-Dakota & Blanco-Mesaverde Gas Pools The proposed commingling will not reduce the total remaining production's value The well is currently perforated in the Basin-Dakota Gas Pool from 7,280'-7,508'. Mesaverde proposed perfs: 4,818'-5,426' Production allocation for the two pools will be determined by the subtraction method Interest ownership between the pools is common. No notification is necessary RCVD JUL 12'12 OIL CONS. DIV. The Bureau of Land Management has been notified in writing of this application DIST. 3 NHC 3709AZ 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** atanacl TITLE DATE Agent David Catanach PHONE: (505) 690-9453 Type or print name_ E-mail address: drcatanach@netscape.com For State Use Only DATE JUL 1 6 2012 SUPERVISOR DISTRICT#3 APPROVED BY: TITLE

Conditions of Approval (if any):