

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

Form C-103
Revised August 1, 2011

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

WELL API NO. 30-039-22583
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Jicarilla A
8. Well Number 5E
9. OGRID Number 143199
10. Pool name or Wildcat Basin-Dakota/Blanco-Mesaverde

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
Enervest Operating, L.L.C.

3. Address of Operator
1001 Fannin Street, Suite 800 Houston, Texas 77002

4. Well Location

Unit Letter J : 1560 feet from the South line and 1610 feet from the East line
Section 20 Township 26 North Range 5 West NMPM Rio Arriba County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
6,582' GR

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: 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 7,176'-7,404'. Mesaverde proposed perfs: 4,924'-5,338'

Production allocation for the two pools will be determined by the subtraction method

Interest ownership between the pools is common. No notification is necessary

The Bureau of Land Management has been notified in writing of this application

RCVD JUL 12 '12
OIL CONS. DIV.
DIST. 3

DHC 3708 AZ

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 David Catanach TITLE Agent DATE 7/11/12

Type or print name David Catanach E-mail address: drccatanach@netscape.com PHONE: (505) 690-9453
For State Use Only

APPROVED BY Charles H. R. TITLE SUPERVISOR DISTRICT #3 DATE JUL 16 2012

Conditions of Approval (if any):