Submit & Copy To Appropriate District S Office S District 1 – (575) 393-6161 Energy, M	Form C-103 Revised July 18, 2013								
1625 N. French Dr., Hobbs, NM 88240 District II – (575) 748-1283			WELL API NO. 30-039-31171						
811 S. First St., Artesia, NM 88210 OIL COI	NSERVATION		5. Indicate Type of Lease						
1000 Rio Brazos Rd., Aztec, NM 87410	0 South St. Fran Santa Fe, NM 87		STATE FEE						
1220 S. St. Francis Dr., Santa Fe, NM	6. State Oil & Gas Lease No.								
87505 SUNDRY NOTICES AND REPO (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OF DIFFERENT RESERVOIR. USE "APPLICATION FOR PERM DROPOSALS)	7. Lease Name or Unit Agreement Name Jicarilla "A"								
PROPOSALS.) 1. Type of Well: Oil Well Gas Well O	8. Well Number 7F								
2. Name of Operator	9. OGRID Number								
Enervest Operating, L.L.C. 3. Address of Operator	143199 10. Pool name or Wildcat								
1001 Fannin Street, Suite 800 Houston, Texas 770		Blanco-Mesaverde & Basin-Dakota							
4. Well Location									
Unit Letter <u>C</u> : <u>660</u> feet from th	e <u>North</u> line	and <u>2053</u> fee	t from the <u>West</u> line						
	wnship 26 North	Range 5 Wes	st NMPM Rio Arriba County						
		RKB, RT, GR, etc.)							
6,640' GR									
12. Check Appropriate Bo	ox to Indicate Na	ature of Notice, H	Report or Other Data						
NOTICE OF INTENTION TO:       SUBSEQUENT REPORT OF:         PERFORM REMEDIAL WORK       PLUG AND ABANDON       REMEDIAL WORK       ALTERING CASING         TEMPORARILY ABANDON       CHANGE PLANS       COMMENCE DRILLING OPNS.       P AND A         PULL OR ALTER CASING       MULTIPLE COMPL       CASING/CEMENT JOB       P AND A         DOWNHOLE COMMINGLE       CLOSED-LOOP SYSTEM       V       V									
OTHER:		OTHER:							
<ol> <li>Describe proposed or completed operations. of starting any proposed work). SEE RULE proposed completion or recompletion.</li> </ol>	19.15.7.14 NMAC		pletions: Attach wellbore diagram of						
Enervest Operating, L.L.C. ("Enervest") is proposing to drill the Jicarilla "A" Well No. 7F and complete the well as a downhole commingled completion in the Blanco Messaverde and Basin Dakota Gas Pools									
DHC 3864AZ									
Order No. Authorizing Pre-Approved Downhole Commingling: R-11363 dated 4/26/2000 Pools to be Downhole Commingled: Blanco-Mesaverde (Prorated Gas-72319) and Basin-Dakota (Prorated Gas-71599) Pools Perforated Intervals (Estimated): Basin-Dakota: 7,329'-7,619'; Blanco-Mesaverde: 4,797'-5,525'									
Allocation Method: Based upon the 2013 average production from seven wells offsetting the Jicarilla "A" No. 7F (See Attached Table)									
Blanco-Mesaverde Gas Pool: Oil: 56% Gas: 54% Water: 62%									
Basin-Dakota Gas Pool: Oil: 44% Gas	: 46% Water:	38%	MAR <b>31</b> 2014						
Interest Ownership between the Mesaverde and Dako notification required.									
The composition of the commingled fluids is such that A Copy of this Form C-103 has been provided to the									
Spud Date:	Rig Release Da	te:							
I hereby certify that the information above is true and	complete to the be	est of my knowledge							
SIGNATURE David Catand	TITLE Agent-	Enervest Operating,	L.L.C. DATE 3/26/14						
Type or print name <u>David Catanach</u> For State Use Only	-	drcatanach@netsca							
APPROVED BY: Work 10m		ty Oil & Gas In							
APPROVED BY: Conditions of Approval (if any):	TITLE	District #3	DATE <b>//</b> ////						

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## DHC Application Jicarilla A No. 7F Offset Well Production

Offset Well Name & Number	Well Location	2013 Avg. Mesaverde Oil Production	2013 Avg. Mesaverde Gas Production	2013 Avg. Mesaverde H2O Prod.	2013 Avg. Dakota Oil Production	2013 Avg. Dakota Gas Production	2013 Avg. Dakota H2O Prod.
Jicarilla A No. 7E	D-17-26N-5W	0.142 BOPD	24 MCFGD	1.5 BWPD	0.17 BOPD	29 MCFGD	1.8 BWPD
Jicarilla A No. 8N	J-17-26N-5W	2.4 BOPD	126 MCFGD	4.6 BWPD	1.3 BOPD	68 MCFGD	2.5 BWPD
Jicarilla A No. 8	H-17-26N-5W	.204 BOPD	26 MCFGD	1.3 BWPD	.109 BOPD	14 MCFGD	0.7 BWPD
Jicarilla A No. 8M	B-17-26N-5W	1.5 BOPD	112 MCFGD	0.5 BWPD	1.9 BOPD	142 MCFGD	.275 BWPD
Jicarilla A No. 3E	F-8-26N-5W	0.08 BOPD	32 MCFGD	0 BWPD	0.15 BOPD	21 MCFGD	0 BWPD
Jicarilla A No. 3R	G-8-26N-5W	0.14 BOPD	42 MCFGD	0 BWPD	0.3 BOPD	42 MCFGD	0.0 BWPD
Jicarilla Apache Tribal 155 No. 5	K-9-26N-5W	N/A	N/A	N/A	0.105 BOPD	40 MCFGD	0.32 BWPD
Well Average		0.744 BOPD	60 MCFGD	1.3 BWPD	0.576 BOPD	51 MCFGD	0.8 BWPD
Recommended Allocation		56%	54%	62%	44%	46%	38%

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