

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
HOBBS OCD
OIL CONSERVATION DIVISION
JAN 17 2014
20 South St. Francis Dr.
Santa Fe, NM 87505

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. 30-025-41072
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 MURCHISON OIL & GAS, INC.		6. State Oil & Gas Lease No.
3. Address of Operator 1100 MIRA VISTA BLVD., PLANO, TX 75093		7. Lease Name or Unit Agreement Name JACKSON UNIT
4. Well Location Unit Letter <u>D</u> : <u>200</u> feet from the <u>N</u> line and <u>515</u> feet from the <u>W</u> line Section <u>15</u> Township <u>24S</u> Range <u>33E</u> NMPM LEA County		8. Well Number 014H
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3616' GR		9. OGRID Number 15363
		10. Pool name or Wildcat TRIPLE X; BONE SPRING, WEST

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: ☐

OTHER: PERFORATIONS ☒

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.

12/16 - 19/13: Frac w/Baker 16 stage system from 11,370'-15,710'; used 3,843,608 lbs sand, 81,503 bbls treated water & 988 bbls acid.
 12/21 - 22/13: Milled out ports & circ hole clean. Started flowing well back; turned well over to production.

Spud Date: 11/03/2013

Rig Release Date: 12/07/2013

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Michael S. Daugherty TITLE EVP & COO DATE 01/14/2013

Type or print name Michael S. Daugherty E-mail address: mداugherty@jdmii.com PHONE 972-931-0700

For State Use Only

APPROVED BY: [Signature] TITLE Petroleum Engineer DATE FEB 19 2014

Conditions of Approval (if any):

FEB 19 2014