

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

HOBBS OCD

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

MAY 12 2014

<b>SUNDRY NOTICES AND REPORTS ON WELLS</b> (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 <input type="checkbox"/> Gas Well <input type="checkbox"/> Other SWD <input type="checkbox"/>		WELL API NO. <b>30-025-41703</b>
2. Name of Operator <b>BC OPERATING, INC.</b>		5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
3. Address of Operator <b>P. O. BOX 50820, MIDLAND TX 79710</b>		6. State Oil & Gas Lease No. N/A
4. Well Location Unit Letter: I      1620 feet from the SOUTH line and 304 feet from the EAST line Section 35      Township 20 SOUTH      Range 34 EAST      NMPM      LEA County		7. Lease Name or Unit Agreement Name <b>BERRY SWD</b>
11. Elevation (Show whether DR, RKB, RT, GR, etc.) <b>3,782' GL</b>		8. Well Number 1 9. OGRID Number <b>160825</b> 10. Pool name or Wildcat <b>SWD; CHERRY CANYON</b>

## 12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	P AND A <input type="checkbox"/>
PULL OR ALTER CASING <input checked="" type="checkbox"/>	MULTIPLE COMPL <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>	
DOWNHOLE COMMINGLE <input type="checkbox"/>			
CLOSED-LOOP SYSTEM <input type="checkbox"/>			
OTHER: <input type="checkbox"/>		OTHER: <input type="checkbox"/>	

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.

Will change TD from 8,715' to 7,100' and complete open hole only in the Cherry Canyon. See attached well profile. C-108 filed with NMOCD Santa Fe.

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

TITLE CONSULTANT

DATE MAY 9, 2014

Type or print name BRIAN WOOD

E-mail address: brian@permitswest.com

PHONE: (505) 466-8120

For State Use Only

APPROVED BY:

TITLE

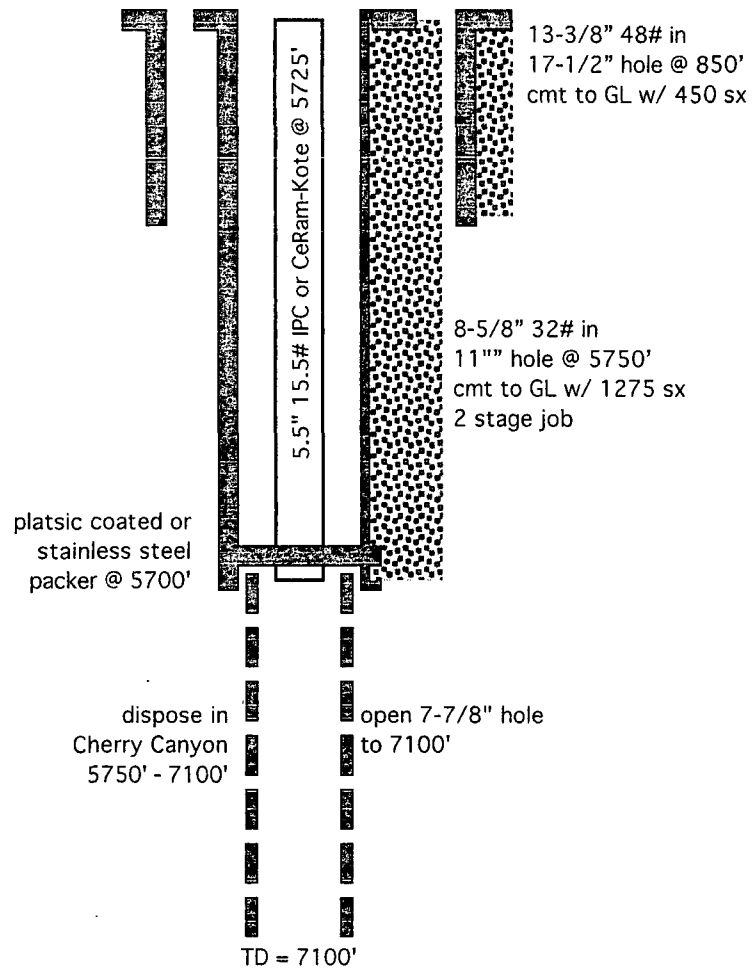
Petroleum Engineer

DATE

5/15/14

Conditions of Approval (if any):

CANNOT INJECT OR DISPOSE IN UNTIL MAY 15 2014  
ADMINISTRATIVE ORDER HAS BEEN APPROVED



(not to scale)

**DISTRICT 1**  
W. Grand Avenue, Artesia, NM 88210

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

**DISTRICT II**  
1000 Rio Grande Rd., Astor, NM 87410

(Brushy Canyon deleted)

DISTRICT IV  
S. St. Francis Dr., Santa Fe, NM 87505

X AMENDED REPORT

RECEIVED

# WELL LOCATION AND ACREAGE DEDICATION PLAT

<b>APE Number</b> 30-025-41703	<b>Pool Code</b> 97003	<b>Pool Name</b> SWD; Cherry Canyon
<b>Property Code</b> 40429	<b>Property Name</b> BERRY SWD	<b>Well Number</b> #1
<b>OGEPID No.</b> 160825	<b>Operator Name</b> BC OPERATING, INC.	<b>Elevation</b> 3782'

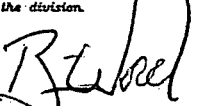
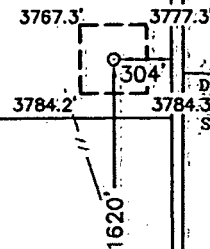
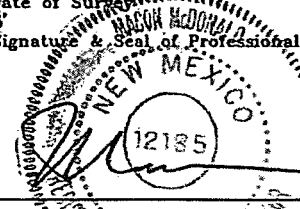
### Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
1	35	20-S	34-E		1620	SOUTH	304	EAST	LEA

### Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line.	Feet from the	East/West line	County
Dedicated Acres	Joint or Infill	Consolidation Code		Order No.					

**NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION**

				<p align="center"><b>OPERATOR CERTIFICATION</b></p> <p><i>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.</i></p> <p align="right">  <b>5-9-14</b> </p> <hr/> <p> <b>Signature</b> <span style="float:right"><b>Date</b></span> </p> <hr/> <p align="center"> <b>Brian Wood</b>  <b>brian@permitswest.com</b> </p>
			<p align="center"><b>Plane Coordinate</b>  <b>X = 749,807.9</b>  <b>Y = 556,263.1</b></p>	<p align="center"><b>SURVEYOR CERTIFICATION</b></p> <p><i>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision and that the same is true and correct to the best of my belief.</i></p>
				<p align="center"><b>October 24, 2013</b></p> <hr/> <p> <b>Date of Survey</b> <span style="float:right"><b>SJA</b></span> </p> <hr/> <p> <b>Signature &amp; Seal of Professional Surveyor</b> </p> <div align="center">  </div>
<p><b>NOTE:</b></p> <p>1) Plane Coordinates shown hereon are Transverse Mercator Grid and Conform to the "New Mexico Coordinate System", New Mexico East Zone, North American Datum of 1927. Distances shown hereon are mean horizontal surface values.</p>				<hr/> <p align="center"><b>W.O. Num. 2013-1640</b></p> <hr/> <p> <b>Certificate No. MASON McDONALD</b> <span style="float:right"><b>12185</b></span> </p>