

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

Energy, Minerals and Natural Resources

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

JUN 04 2014

RECEIVED

WELL API NO.

30-025-41710

5. Indicate Type of Lease

STATE ☒ FEE ☐

6. State Oil & Gas Lease No.

7. Lease Name or Unit Agreement Name
JACKSON UNIT

8. Well Number 028H

9. OGRID Number 15363

10. Pool name or Wildcat
TRIPLE X; BONE SPRING, WEST

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 MURCHISON OIL & GAS, INC.

3. Address of Operator

1100 MIRA VISTA BLVD., PLANO, TX 75093

4. Well Location

Unit Letter N : 200 feet from the S line and 2290 feet from the W lineSection 21 Township 24S Range 33E NMPM LEA County

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

3527' 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: ☐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.

05/20 - 24/14: Frac w/Baker 16 stage system from 10,980'-15,394'; used 3,812,365 lbs sand, 76,252 bbls treated water & 1,010 bbls acid.

05/27 - 28/14: Milled out ports & circ hole clean. Started flowing well back at 11 AM; turned well over to production.

Spud Date:

04/08/2014

Rig Release Date:

05/09/2014

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

SIGNATURE

TITLE EVP & COO DATE 06/02/2014

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

For State Use Only

APPROVED BY:

TITLE

Petroleum Engineer

DATE

07/16/14

Conditions of Approval (if any):

JUL 16 2014