

District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Ave., Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

WELL API NO.
30-015-39349
5. Indicate Type of Lease:
STATE ☒ FEE ☐
6. State Oil & Gas Lease No.

BEFORE ANY WORK IS DONE, THE OPERATOR MUST FILE A NOTICE OF INTENTION TO DRILL OR TO DEEPEN OR PLUG BACK TO ANOTHER DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS)

7. Lease Name or Unit Agreement Name:
Gosset "20"

1. Type of Well: Oil Well ☒ Gas Well ☐ Other ☐

8. Well Number: 3H

2. Name of Operator
Fasken Oil and Ranch, Ltd.

9. OGRID Number
151416

3. Address of Operator
303 W. Wall, Suite 1800, Midland, TX 79701

10. Pool name or Wildcat
N. Seven Rivers; Glorieta-Yeso

4. Well Location BHL L 2250' South 380' West
Unit Letter I : 2250' feet from the South line and 150' feet from the East line
Section 20 Township 20S Range 25E NMPM County Eddy

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3492' GR

Pit or Below-grade Tank Application ☐ or Closure ☐

Pit type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____

Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____

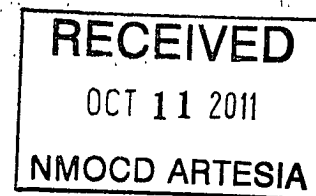
12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input checked="" type="checkbox"/>	PLUG AND ABANDON <input checked="" 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 type="checkbox"/>	MULTIPLE COMPL <input type="checkbox"/>	CASING/CEMENT JOB <input checked="" type="checkbox"/>	
OTHER: <input type="checkbox"/>		OTHER: Run 4 1/2" Liner & MD <input checked="" 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 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

9-21-2011 - 9-29-2011

Drilled 6 1/8" hole from 2935' - 7150' MD. Began drilling directional at 2000'. TVD @ 2503'. MD @ 7150'. Set 4-1/2" 11.6# J-55 LT&C Liner/Packer/Frac Port from 2736' - 7133'. Liner was not cemented. Pressured up to 1500 psi on backside to test liner top, held for 10 minutes. Rig down, move out rental equipment. Will move out drilling rig on Saturday, 10-1-11.



I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines ☐, a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE Kim Tyson TITLE Regulatory Analyst DATE 10-3-2011

Type or print name Kim Tyson E-mail address: kimt@forl.com Telephone No. (432) 687-1777

For State Use Only

APPROVED BY: [Signature] TITLE Geologist DATE OCT 12 2011

Conditions of Approval (if any):