| Submit 3 Copies 10 Appropriate District Office District 1 State of New Mexico Energy, Minerals and Natural Resources   | Form C-103 June 19, 2008                |
|--|---|
| 1625 N. French Dr , Hobbs, NM 88240  | WELL API NO.                            |
| District II 1301 W. Grand Ave., Artesia, NM 88210 OIL CONSERVATION DIVISION  | 30-031-05179                            |
| District III 1220 South St. Francis Dr.  | 5. Indicate Type of Lease               |
| 1000 R10 Brazos Rd, Aztec, NM 87410 District IV Santa Fe, NM 87505   | STATE FEE  6. State Oil & Gas Lease No. |
| 1220 S. St. Francis Dr., Santa Fe, NM<br>87505   | 0. State On & Gas Lease No.             |
| SUNDRY NOTICES AND REPORTS ON WELLS  | 7. Lease Name or Unit Agreement Name    |
| (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)   | Hospah Sand Unit                        |
| 1. Type of Well: Oil Well Gas Well Other   | 8. Well Number 38                       |
| 2. Name of Operator  | 9. OGRID Number                         |
| Nacogdoches Oil and Gas Inc.  3. Address of Operator   | 10. Pool name or Wildcat                |
| 816 North Street Nacogdoches, TX 75961   | Hospah Upper Sand                       |
| 4. Well Location   | Trospan Oppor Santa                     |
| Unit Letter F: 1970 feet from the West line and 2030 feet from the North line  |   |
| Section 1 Township 17N Range 9W NMPM County Mckinley   |   |
| 11. Elevation (Show whether DR, RKB, RT, GR, etc.  |   |
|  |   |
| 12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data   |   |
| NOTICE OF INTENTION TO: SUB  | SEQUENT REPORT OF:                      |
| PERFORM REMEDIAL WORK   PLUG AND ABANDON   REMEDIAL WORK   ALTERING CASING   |   |
| TEMPORARILY ABANDON  |   |
| PULL OR ALTER CASING  MULTIPLE COMPL  CASING/CEMEN   | T JOB L                                 |
| DOWNHOLE COMMINGLE   |   |
| OTHER: OTHER:  |   |
| 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. |   |
|  | RCVD FEB 27'12                          |
|  | OIL CONS. DIV.                          |
| Well returned to production on January 31, 2012.   | DIST. 3                                 |
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| Spud Date: Rig Release Date:   |   |
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|  |   |
| I hereby certify that the information above is true and complete to the best of my knowledge and belief.   |   |
| 0  |   |
| SIGNATURE Times 9 dighe TITLE Supervisor DATE  | 2-4-12                                  |
| Type or print name Terry Hughes E-mail address: terry.hughes@nogtx.com_PHONE: 214-245-5799   |   |
| For State Use Only   |   |
| ACCEPTED FOR RECORD  | MAR 0 9 2012                            |
| APPROVED BY:TITLE  | DATE                                    |
| Conditions of Approval (if any):   |   |
|  |   |