

Submit 1 Copy To Appropriate District Office
 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

State of New Mexico
 Energy, Minerals and Natural Resources

Form C-103
 Revised August 1, 2011

JUN 27 2013

HOBBS OCD

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

RECEIVED

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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. 30-025-26562
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 K.C. Resources, Inc.		6. State Oil & Gas Lease No. 543
3. Address of Operator P. O. Box 6749, Snowmass Village, CO 81615		7. Lease Name or Unit Agreement Name LEA YH STATE
4. Well Location Unit Letter <u>J</u> : 1980 feet from the <u>S</u> line and 1980 feet from the <u>E</u> line Section <u>25</u> Township <u>18S</u> Range <u>34E</u> NMPM County <u>Lea</u>		8. Well Number <u>3</u>
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3964.5' GL, 3982.1' KB = 17.6'KB		9. OGRID Number 122912
		10. Pool name or Wildcat

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

NOTICE OF INTENTION TO:

- PERFORM REMEDIAL WORK
- TEMPORARILY ABANDON
- PULL OR ALTER CASING
- DOWNHOLE COMMINGLE
- PLUG AND ABANDON
- CHANGE PLANS
- MULTIPLE COMPL

OTHER:

SUBSEQUENT REPORT OF:

- REMEDIAL WORK
- COMMENCE DRILLING OPNS.
- CASING/CEMENT JOB
- ALTERING CASING
- P AND A

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 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

Estimate date to start this well:

Notify OCD, Hobbs Office, 24 hours before moving in.

Plan 2 - Go out and turn on electricity and pumps to see if they work.

Evaluate to see if wells will produce.

If evaluation is no - shut wells in and notify OCD by way of intent forms to do remedial work.

NEAL BENSON (575) 393-6169 will be on site Saturday (6/29/13) to set & balance horsehead unit, & test. If unit tests satisfactory will return well to service.

Spud Date:

Rig Release Date:

The Oil Conservation Division
MUST BE NOTIFIED 24 Hours
Prior to the beginning of operations

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

SIGNATURE [Signature] TITLE Chief Financial Officer DATE 6/26/13

Type or print name James Spillane E-mail address: jspillane@crystalriveroil.com PHONE: 760-753-3330
 For State Use Only

APPROVED BY: [Signature] TITLE Dist. Mgr DATE 7-1-2013

Conditions of Approval (if any):

JUL 02 2013