

**District I**  
1625 N. French Dr., Hobbs, NM 88240  
Phone:(575) 393-6161 Fax:(575) 393-0720  
**District II**  
811 S. First St., Artesia, NM 88210  
Phone:(575) 748-1283 Fax:(575) 748-9720  
**District III**  
1000 Rio Brazos Rd., Aztec, NM 87410  
Phone:(505) 334-6178 Fax:(505) 334-6170  
**District IV**  
1220 S. St Francis Dr., Santa Fe, NM 87505  
Phone:(505) 476-3470 Fax:(505) 476-3462

**State of New Mexico**  
**Energy, Minerals and Natural**  
**Resources**  
**Oil Conservation Division**  
**1220 S. St Francis Dr.**  
**Santa Fe, NM 87505**

Form C-103  
August 1, 2011  
Permit 156311

|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            |  |                                                     |
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| <b>SUNDRY NOTICES AND REPORTS ON WELLS</b><br>(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVIOR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)<br>1. Type of Well: O<br>2. Name of Operator<br>MURCHISON OIL & GAS INC<br>3. Address of Operator<br>1100 Mira Vista Blvd., Plano, TX 75093<br>4. Well Location<br>Unit Letter <u>1</u> : <u>350</u> feet from the <u>N</u> line and <u>175</u> feet from the <u>E</u> line<br>Section <u>2</u> Township <u>25S</u> Range <u>26E</u> NMPM <u>Eddy</u> County |  | WELL API NUMBER<br>30-015-40696                     |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            |  | 5. Indicate Type of Lease<br>S                      |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            |  | 6. State Oil & Gas Lease No.                        |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            |  | 7. Lease Name or Unit Agreement Name<br>OGDEN STATE |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            |  | 8. Well Number<br>007H                              |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            |  | 9. OGRID Number<br>15363                            |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            |  | 10. Pool name or Wildcat                            |
| 11. Elevation (Show whether DR, KB, BT, GR, etc.)<br>3383 GR                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               |  |                                                     |
| Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/><br>Pit Type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____<br>Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____                                                                                                                                                                                                                                    |  |                                                     |

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|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| 12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data<br><b>NOTICE OF INTENTION TO:</b><br>PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/><br>TEMPORARILY ABANDON <input type="checkbox"/> CHANGE OF PLANS <input type="checkbox"/><br>PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPL <input type="checkbox"/><br>Other: _____ |  | <b>SUBSEQUENT REPORT OF:</b><br>REMEDIAL WORK <input type="checkbox"/> ALTER CASING <input type="checkbox"/><br>COMMENCE DRILLING OPNS. <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/><br>CASING/CEMENT JOB <input type="checkbox"/><br>Other: Spud <input checked="" type="checkbox"/> |
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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.

10/12/2012 Spudded well.

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 Electronically Signed TITLE COO DATE 10/15/2012

Type or print name Michael Daugherty E-mail address ccottrell@jdmii.com Telephone No. 972-931-0700

**For State Use Only:**

APPROVED BY: Randy Dade TITLE District Supervisor DATE 10/15/2012