Form C-103 Submit 1 Copy To Appropriate District State of New Mexico Office Revised August 1, 2011 Energy, Minerals and Natural Resources District 1 - (575) 393-6161 WELL API NO. 1625 N. French Dr., Hobbs, NM 88240 District II - (575) 748-1283 30-015-40867 OIL CONSERVATION DIVISION 811 S. First St., Artesia, NM 88210 District III - (505) 334-6178 1220 South St. Francis Dr. 5. Indicate Type of Lease 1000 Rio Brazos Rd., Aztec, NM 87410 Santa Fe, NM 87505 STATE FEE X District IV - (505) 476-3460 1220 S. St. Francis Dr., Santa Fe, NM 6. State Oil & Gas Lease No. 87505 7. Lease Name or Unit Agreement Name SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A STATE GQ COM DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH 8. Well Number 3H 1. Type of Well: Oil Well X Gas Well Other 2. Name of Operator 9. OGRID Number LEGEND NATURAL GAS III, LP 258894 3. Address of Operator 10. Pool name or Wildcat 15021 KATY FREEWAY, SUITE 200, HOUSTON, TX 77094 Willow Lake; Bone Spring, North 4. Well Location A: 330 feet from the N line and 380 feet from the E line Unit Letter Township 25S Range 28E **NMPM EDDY** County 11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3041 GR 12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WORK ALTERING CASING □ COMMENCE DRILLING OPNS.□ **CHANGE PLANS** TEMPORARILY ABANDON P AND A \Box PULL OR ALTER CASING MULTIPLE COMPL CASING/CEMENT JOB DOWNHOLE COMMINGLE OTHER: OTHER: Change from Gas Lift Valve System to Rod Pump system 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. Changing from gas lift system to rod pump system 06/18/2014- 06/20/2014-Shut in well; Removed gas lift system and installed Rod Pump system. Returned to production 6/22/2014 *KECEINED* JUN 3 0 2014 ARTESIA DISTRICT **NM OIL CONSERVATION** 01/11/2013 01/30/2013 Spud Date: Rig Release Date: I hereby certify that the information above is true and complete to the best of my knowledge and belief. SIGNATURE TITLE SR. REGULATORY ANALYST DATE 06/27/2014

Type or print-name JENNIFER ELROD E-mail address: ___jelrod@lng2.com PHONE: __817-872-7822

Conditions of Approval (if any):

For State Use Only

APPROVED BY: (