

Submit 3 Copies To Appropriate District Office  
 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

State of New Mexico  
 Energy, Minerals and Natural Resources

Form C-103  
 June 19, 2008

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

WELL API NO. 30-015-37068
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Aid State
8. Well Number #2
9. OGRID Number 258462
10. Pool name or Wildcat Empire Glorieta-Yeso

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.)

1. Type of Well: Oil Well  Gas Well  Other

2. Name of Operator  
Nadel and Gussman HEYCO, LLC

3. Address of Operator  
P.O. Box 1936, Roswell, NM 88202

4. Well Location  
Unit Letter O : 330 feet from the South line and ~~1650~~ feet from the East line  
Section 13 Township 17S Range 28E NMPM EDDY County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)  
3704' GR

RECEIVED  
 OCT 15 2009  
 NMOCD ARTESIA

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

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input 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 type="checkbox"/>	
DOWNHOLE COMMINGLE <input type="checkbox"/>			
OTHER: Add Yeso Pay <input checked="" type="checkbox"/>		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.

Current perforations: (Yeso formation)  
 4250-4562 (25)  
 4700-4894 (20)  
 5000-5135 (20)

Propose to set bridge plug @ 4175'  
 Perforate 3854'-4074' with select fire, 0.39", 25 holes (Yeso formation)  
 Acidize with 15% HCL.  
 If sufficient oil show is present, perform fracture treatment with approximately 200,000 #'s prop.  
 Drill out bridge plug @ 4175', and return well to production.  
 Work is expected to commence November 1, 2009 and be completed within 3 weeks of commencement.

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 Tammy R. Link TITLE Production Analyst DATE 10/14/09

Type or print name: Tammy R. Link E-mail address: tlink@heycoenergy.com PHONE: 575-317-1803  
 For State Use Only

APPROVED BY: Josquin TITLE Geologist DATE 10/22/2009  
 Conditions of Approval (if any):