

Submit 1 Copy 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
October 13, 2009

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

WELL API NO. 30-015-37109
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 Loving 2 State
8. Well Number # 4
9. OGRID Number 258462
10. Pool name or Wildcat Culebra Bluff; Bone Spring

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 <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>	RECEIVED MAR 31 2010 NMOCD ARTESIA
2. Name of Operator Nadel and Gussman HEYCO, LLC	
3. Address of Operator P.O. Box 1936, Roswell N.M. 88210	
4. Well Location Unit Letter F 2310' feet from the North line and 2310' feet from the West line Section 2 Township 23 S Range 28 E NMPM N.M. County Eddy Co.	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3051' GR	

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 checked="" 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: <input type="checkbox"/> Re stake Location		OTHER: <input type="checkbox"/>	

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.

To move the Loving 2 State #4 Locations, from 1850' FNL & 2045' FWL, to 2310' FNL & 2310' FWL
Sec 2, T23S, R28E. Eddy Co. N.M.

New Survey Plat attach to back of page

Spud Date: MAY 2010 Rig Release Date:

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

SIGNATURE Keith Cannon TITLE Drilling Superintendent DATE 3/31/10

Type or print name Keith Cannon E-mail address: kcannon@heycoenergy.com PHONE: (575) 623-6601

For State Use Only

APPROVED BY: Jacqueline R TITLE Geologist DATE 4/16/2010

DISTRICT I
1625 N. FRENCH DR., HOBBS, NM 88240

State of New Mexico
Energy, Minerals and Natural Resources Department

DISTRICT II
1301 W. GRAND AVENUE, ARTESIA, NM 88210

DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410

DISTRICT IV
1220 S. ST. FRANCIS DR., SANTA FE, NM 87505

OIL CONSERVATION DIVISION
1220 SOUTH ST. FRANCIS DR.
Santa Fe, New Mexico 87505

Form C-102
Revised October 12, 2005
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

WELL LOCATION AND ACREAGE DEDICATION PLAT

☐ AMENDED REPORT

API Number 30-015-37109	Pool Code 15011	Pool Name Culebra Bluff Bonespring, South
Property Code 305042	Property Name LOVING "2" STATE	Well Number 4
OGRID No. 258462	Operator Name NADEL AND GUSSMAN HEYCO, LLC.	Elevation 3051'

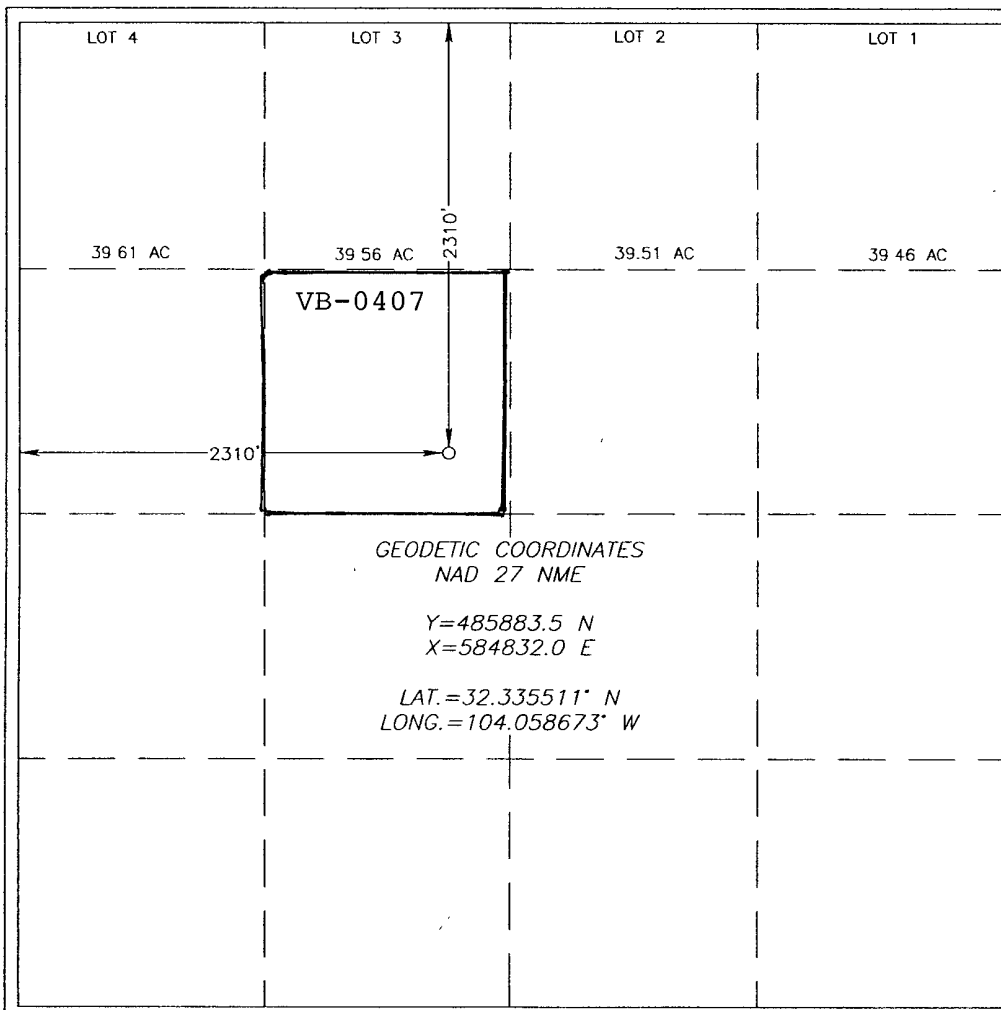
Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
F	2	23-S	28-E		2310	NORTH	2310	WEST	EDDY

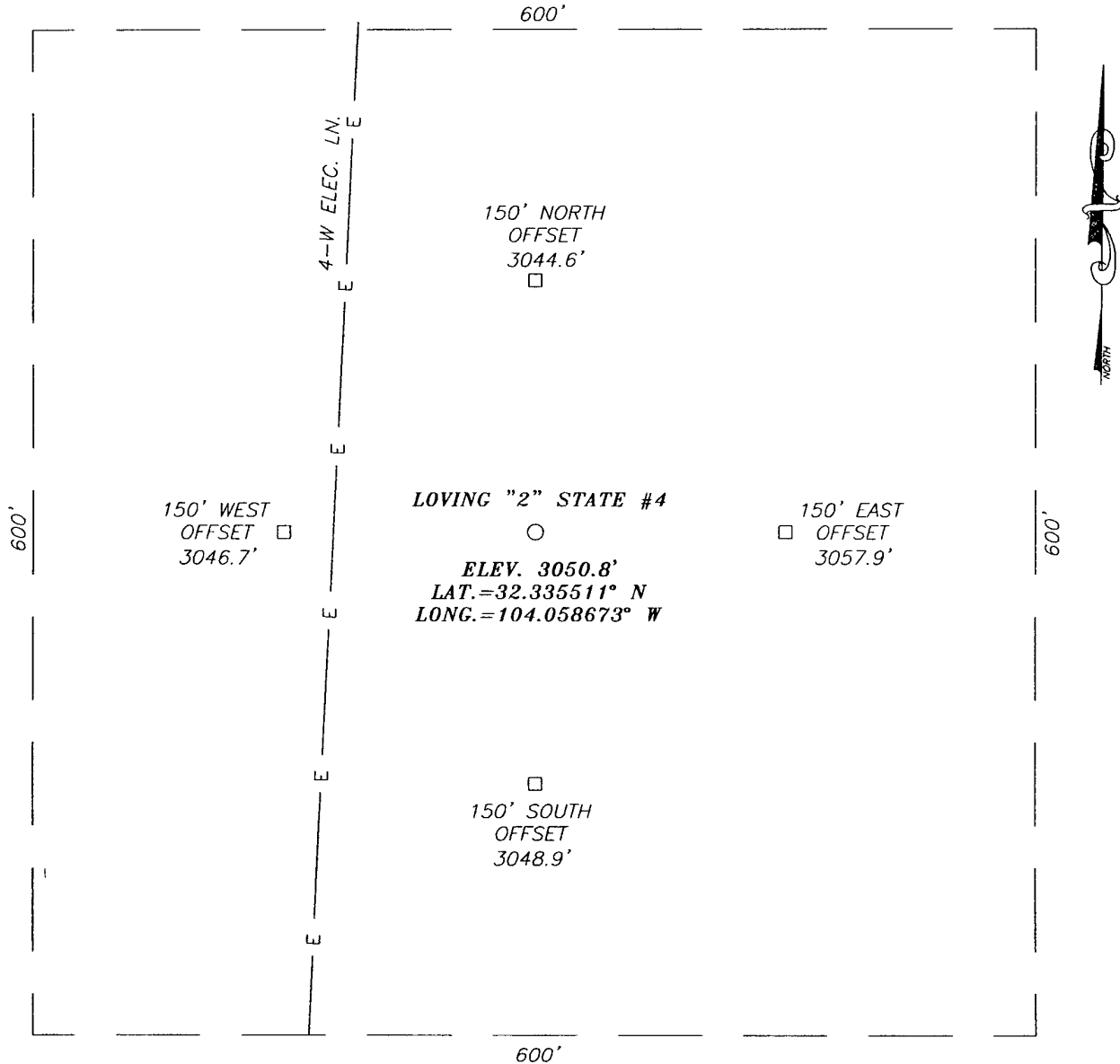
Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
F	2	23S	28E		2310	North	2310	West	Eddy
Dedicated Acres	Joint or Infill	Consolidation Code	Order No.						

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED
OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

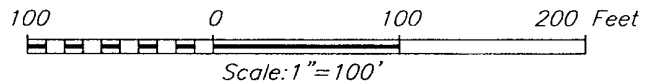
	<p>OPERATOR CERTIFICATION</p> <p>I hereby certify that the information herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.</p> <p><i>Keith Cannon</i> 3/31/10 Signature Date</p> <p>Keith Cannon Printed Name</p> <p>SURVEYOR CERTIFICATION</p> <p>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</p> <p><i>Ronald J. Eidson</i> 3/26/2010 Date Surveyed Seal of Professional Surveyor</p> <p>Certificate No. GARY EIDSON 12641 RONALD J. EIDSON 3239</p>
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SECTION 2, TOWNSHIP 23 SOUTH, RANGE 28 EAST, N.M.P.M.,
 EDDY COUNTY, NEW MEXICO



DIRECTIONS TO LOCATION

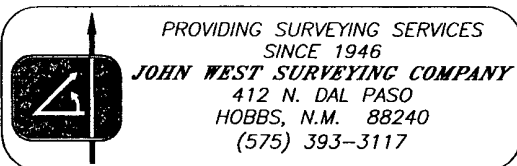
FROM THE INTERSECTION OF ST. HWY. #31 (POTASH MINES) AND CO. RD. #605 (US REFINERY RD), GO NORTHWEST ON CO. RD. #605 APPROX. 1.8 MILES. TURN LEFT AND GO SOUTH APPROX. 0.1 MILE. VEER RIGHT AND GO WEST APPROX. 0.2 MILES. VEER LEFT AND GO SOUTH-SOUTHWEST 0.2 MILES. VEER RIGHT AND GO WEST APPROX. 0.1 MILE. VEER RIGHT AND GO NORTHWEST 0.1 MILE. VEER LEFT AND GO SOUTHWEST APPROX. 0.1 MILE TO THE EXISTING LOVING 2 STATE #5 BATTERY. FOLLOW ELECTRIC LINE NORTH APPROX. 1200 FEET. THIS LOCATION IS EAST APPROX. 120 FEET.



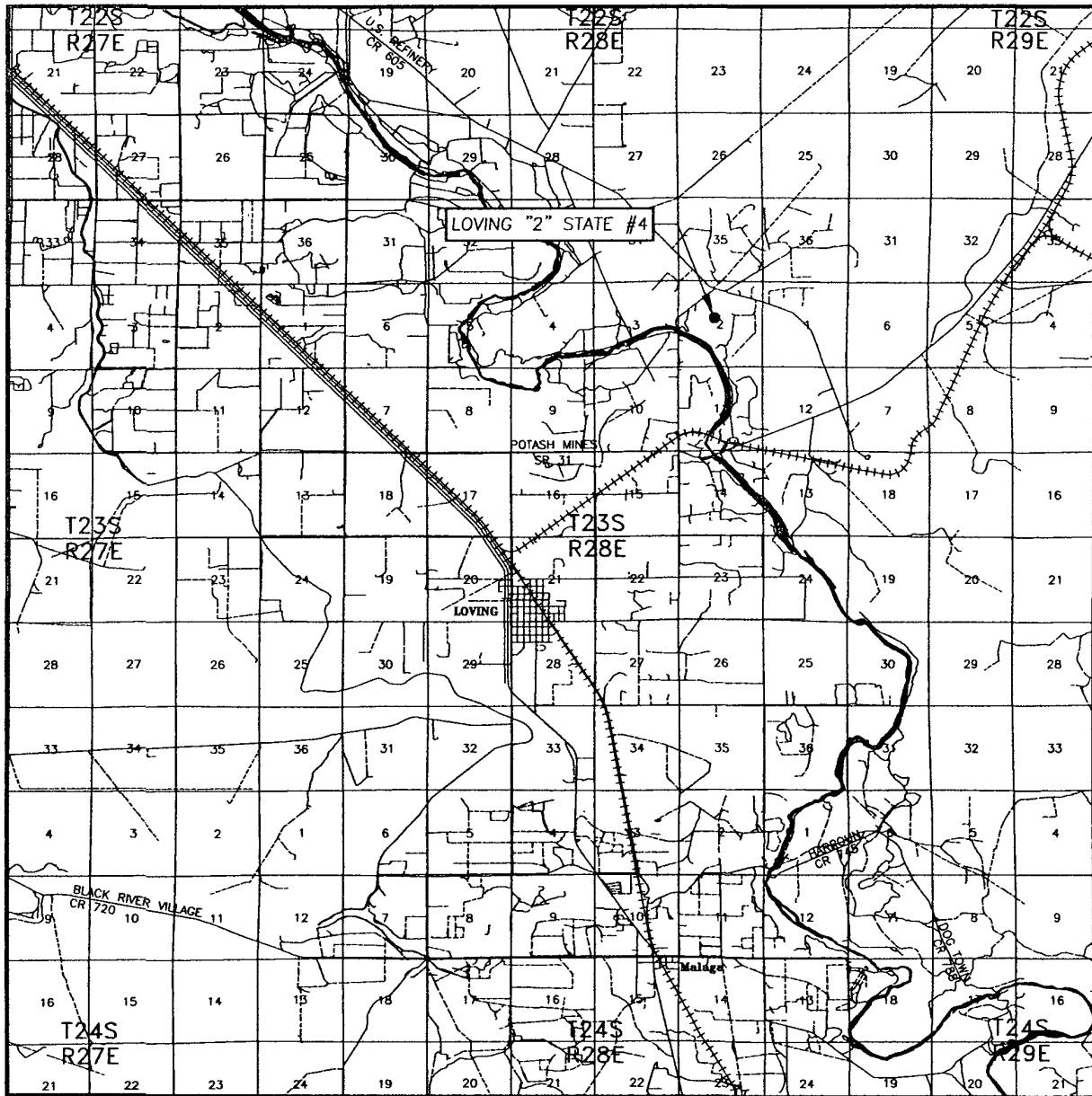
NADEL AND GUSSMAN HEYCO, LLC.

LOVING "2" STATE #4 WELL
 LOCATED 2310 FEET FROM THE NORTH LINE
 AND 2310 FEET FROM THE WEST LINE OF SECTION 2,
 TOWNSHIP 23 SOUTH, RANGE 28 EAST, N.M.P.M.,
 EDDY COUNTY, NEW MEXICO.

Survey Date: 3/16/10	Sheet 1 of 1 Sheets
W.O. Number: 10.11.0370	Dr By: LA
Date: 3/24/10	10110370
	Scale: 1"=100'




VICINITY MAP



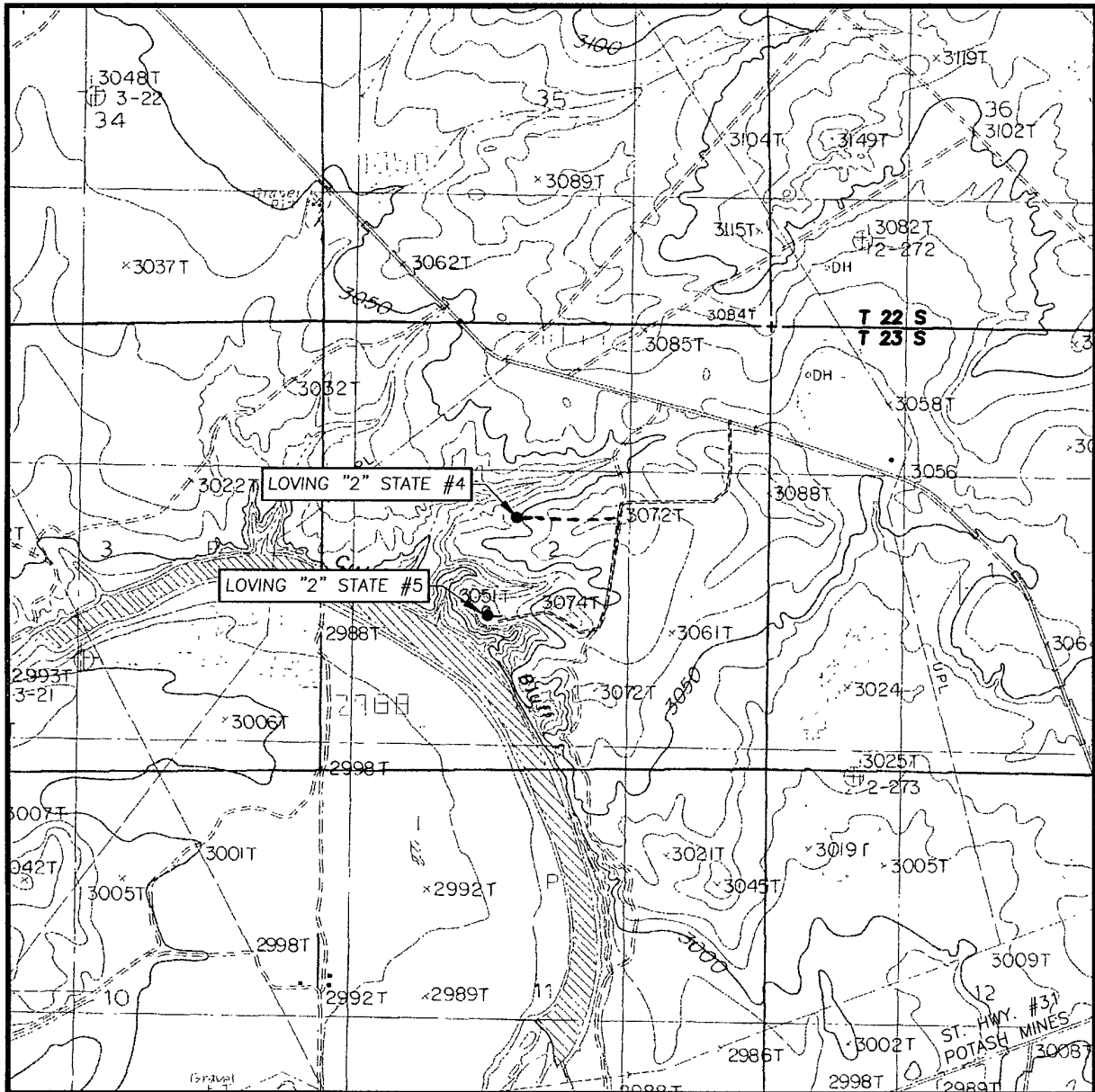
SCALE: 1" = 2 MILES

SEC. 2 TWP. 23-S RGE. 28-E
 SURVEY N.M.P.M.
 COUNTY EDDY STATE NEW MEXICO
 DESCRIPTION 2310' FNL & 2310' FWL
 ELEVATION 3051'
 OPERATOR NADEL AND GUSSMAN
HEYCO, LLC.
 LEASE LOVING "2" STATE



PROVIDING SURVEYING SERVICES
 SINCE 1946
JOHN WEST SURVEYING COMPANY
 412 N. DAL PASO
 HOBBS, N.M. 88240
 (575) 393-3117

LOCATION VERIFICATION MAP



SCALE: 1" = 2000'

CONTOUR INTERVAL:
LOVING, N.M. - 10'

SEC. 2 TWP. 23-S RGE. 28-E

SURVEY _____ N.M.P.M.

COUNTY EDDY STATE NEW MEXICO

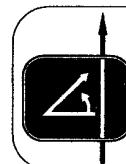
DESCRIPTION 2310' FNL & 2310' FWL

ELEVATION 3051'

OPERATOR NADEL AND GUSSMAN
HEYCO, LLC.

LEASE LOVING "2" STATE

U.S.G.S. TOPOGRAPHIC MAP
LOVING, N.M.



PROVIDING SURVEYING SERVICES
SINCE 1946
JOHN WEST SURVEYING COMPANY
412 N. DAL PASO
HOBBS, N.M. 88240
(575) 393-3117

EXHIBIT "D" LOCATION DIAGRAM

Loving 2 State #4
2310' FNL & 2310' FWL
Unit F, SEC 2, T23S, R28E
EDDY COUNTY, NM

