

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

WELL API NO.

30-015-37067

5. Indicate Type of Lease

STATE ☒ FEE ☐

6. State Oil & Gas Lease No.

7. Lease Name or Unit Agreement Name

Aid State

8. Well Number #3

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.)

3693' GR

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

NOTICE OF INTENTION TO:

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

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐COMMENCE DRILLING OPNS. ☐ P AND A ☐CASING/CEMENT JOB ☐OTHER: ☐OTHER: Site Security Plot ☒

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.

See Attached Site Security Plot

RECEIVED

SEP 23 2010

NMOOD ARTESIA

Spud Date:

11/12/10

Rig Release Date:

11/22/10

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

SIGNATURE

TITLE

Production Analyst

DATE

9/21/10

Type or print name: Tammy R. Link

E-mail address: tlink@heycoenergy.com

PHONE: 575-317-1803

For State Use Only

APPROVED BY:

TITLE

DATE

Conditions of Approval (if any):

AID State 3

330' FSL & 330' FEL

SEC 13, T17S, R28E

EDDY COUNTY, NM

SITE SECURITY PLOT

THIS LEASE IS SUBJECT TO THE SITE SECURITY PLAN
FOR SOUTHEAST NEW MEXICO OPERATIONS. THE PLAN
IS LOCATED AT:

NADEL AND GUSSMAN HEYCO, LLC

500 NORTH MAIN SUITE ONE

ROSWELL, NM

➔ DIRECTION OF FLOW



PRODUCTION VALVE



SALES VALVE



CIRCULATING VALVE



EQUALIZING VALVE



FILL LINE



OIL LINE



GAS LINE



WATER LINE



VENT VALVE



LOAD LINE

PRODUCTION LINE VALVES
SEALED OPEN WHILE PRODUCING
SEALED CLOSED DURING SALES

SALES LINE VALVES
SEALED CLOSED WHILE PRODUCING
OPEN DURING SALES

CIRCULATING LINE VALVES
SEALED OPEN WHILE PRODUCING
SEALED CLOSED DURING SALES

