

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

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

WELL API NO. 30-015-37067
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 #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

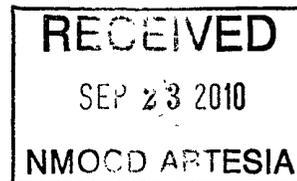
11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3693' GR

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

NOTICE OF INTENTION TO:		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: <input type="checkbox"/>		OTHER: Site Security Plot <input checked="" 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 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

See Attached Site Security Plot



Spud Date: 1/12/10

Rig Release Date: 1/22/10

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 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

P1 PRODUCTION VALVE

S1 SALES VALVE

C1 CIRCULATING VALVE

E1 EQUALIZING VALVE

F FILL LINE

O OIL LINE

G GAS LINE

W WATER LINE

V VENT VALVE

L1 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

