

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.<br>30-015-38142  |
| 5. Indicate Type of Lease<br>STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/> |
| 6. State Oil & Gas Lease No.  |
| 7. Lease Name or Unit Agreement Name<br>Aid State   |
| 8. Well Number #8   |
| 9. OGRID Number<br>258462   |
| 10. Pool name or Wildcat<br>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 A : 990' feet from the North line and 330' feet from the East line

Section 13 Township 17S Range 28E NMPM EDDY County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)  
3713' 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 ☐

OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐  
COMMENCE DRILLING OPNS. ☐ P AND A ☐  
CASING/CEMENT JOB ☐

OTHER: Spud Date and Surface/Oil String Csg and Cmt Reports ☒

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.

10/17/10 Spud Well @ 8:00 am

10/18/10-TD 12 1/4" hole@335' Run 17 jts 9 5/8" 36# J-55 casing. CMT w/ 175 sx Class C + 1%CaCl + 2 #/sx Celloflake + 0.25% R-38. 14.8 ppg/1.34 Yield/6.33 gps. Did not circulate. Run Temp survey, TOC @ 160'. RU 1" Pump 200 sx Class C + 0.25% R-38. 14.8 ppg/1.34 Yield/6.33 gps. WOC. Pump 125 sx Class C + 0.25% R-38. 14.8 ppg/1.34 Yield/6.33 gps. Circulate 35 sx to pit. WOC 23.75 hrs. Test casing to 1500 psi-OK.

10-29-10-TD 7 7/8" @5380'. Run 150 jts 5 1/2" 15.5# J-55 casing. Centralizers @ 5340(2), 5297(2), 5212, 5128, 5044, 4960, 4876, 4791, 4707, 4623, 4538, 4454, 4370, 4264, 4180, 4096, 4011, 3927. CMT w/ Lead-825 sxs 50/50/10 + 10% Gel + 0.2@ C-12 + 5% Salt + 0.25% R-38, 11.9 ppg/2.37 Yield/13.52 gps. Tail w/ 425 sxs Starbond C + 0.5% FL-10 + 0.2% C-15 + 3% salt + 0.25% R-38, 13.2 ppg/1.59 Yield/7.74 gps. No problems w/ casing or cmt jobs. Plug down @ 3:47 am 10-31-10. Bump plug w/ 2050 psi, Float held, Circ 12 bbls(28 sx) cmt to pit.

Attached are the following: Dual Laterolog Micro Guard Log, Dual Spaced Neutron Spectral Density Gammy Ray Log, Bore Hole Volume Plot Log

Spud Date:

10/17/10

Rig Release Date:

11/1/10

RECEIVED

NOV 08 2010

NMOCD ARTESIA

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

11/5/10

Type or print name: Tammy R. Link

E-mail address: tlink@heycoenergy.com

PHONE: 575-317-1803

For State Use Only

APPROVED BY:

*Donald Gray*

TITLE

*Field Supervisor*

DATE

11-12-10

Conditions of Approval (if any):