| Office  | State of New Mexico                           | Form C-103   |
|---|---|--|
| District I  | Energy, Minerals and Natural Resources        | June 19, 2008                                      |
| 1625 N. French Dr., Hobbs, NM 88240   | ON CONCERNATION DIVIDION                      | WELL API NO.<br>30-031-20838                       |
| 1301 W. Gland Ave., Altesia, INVI 00210   | OIL CONSERVATION DIVISION                     | 5. Indicate Type of Lease                          |
| <u>District III</u><br>1000 Rio Brazos Rd., Aztec, NM 87410   | 1220 South St. Francis Dr.                    | STATE Z FEE Z                                      |
| District IV   | Santa Fe, NM 87505                            | 6. State Oil & Gas Lease No.                       |
| 1220 S. St. Francis Dr., Santa Fe, NM<br>87505  |   | 306173   |
|   | ND REPORTS ON WELLS                           | 7. Lease Name or Unit Agreement Name               |
| (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 |   | SANTA FE RAILROAD                                  |
| PROPOSALS.)   | · · · · · · · · · · · · · · · · · · ·         | 8. Well Number                                     |
| 1. Type of Well: Oil Well 🔀 Gas W   | Yell C Other                                  | 49   |
| 2. Name of Operator   |   | 9. OGRID Number                                    |
| NACOGDOCHES OIL AND GAS, INC.   |   | 256689   |
| 3. Address of Operator  |   | 10. Pool name or Wildcat                           |
| P.O. BOX 632418, NACOGDOCHES, TX 75963  |   | HOSPAH LOWER SAND, SOUTH                           |
| 4. Well Location  |   |  |
| ——————————————————————————————————————  | 0feet from theNORTH line and                  |  |
| Section 7.  | 1   | NMPM County McKINLEY                               |
| 11.1  | Elevation (Show whether DR, RKB, RT, GR, e    | etc.)  |
|   | 7050' GR                                      |  |
| 12 Charle Appro   | priate Box to Indicate Nature of Notic        | Papart or Other Data                               |
| 12. Check Appro   | priate Box to indicate Nature of Notice       | ee, Report of Other Data                           |
| NOTICE OF INTEN   | TION TO: SU                                   | JBSEQUENT REPORT OF:                               |
| PERFORM REMEDIAL WORK 📗 PLU   | G AND ABANDON 🔲 📗 REMEDIAL W                  | <del>_</del>                                       |
| TEMPORARILY ABANDON 🔲 CHA   |   | ORILLING OPNS.□ P AND A □                          |
| <del></del>   | TIPLE COMPL CASING/CEME                       | ENT JOB  |
| DOWNHOLE COMMINGLE  |   |  |
| OTHER:  |   | SWABBING 🖂   |
|   |   | and give pertinent dates, including estimated date |
|   | EE RULE 1103. For Multiple Completions:       | Attach wellbore diagram of proposed completion     |
| or recompletion.  |   | DAMA AMA   |
|   |   | RCVD AUG 11 '09                                    |
| Subject well was swabbed on 7-12-09 and received 10 gallons of oil with 3 pulls at 400'.  |   | . OIL COWS. DIV.                                   |
| DIST. 3   |   |  |
|   |   |  |
|   |   |  |
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|   |   |  |
|   |   |  |
|   |   |  |
|   |   |  |
| 0. 10.  | D: D1 5                                       |  |
| Spud Date:  | Rig Release Date:                             |  |
|   |   |  |
| I hereby certify that the information above   | is true and complete to the best of my knowle | edge and helief.                                   |
| 1   | I   | <u> </u>   |
| SIGNATURE Mil Dhin  | <u>ـــــــ</u> ـــــــــــــــــــــــــــــ  | - 100 to 1   |
| SIGNATURE / VIII VIII   | TITLEVP of Operations                         | DATE7/28/29  |
| Type or print name Michael Dehnisch   | F-mail address: mike dehnis                   | sch@nogtx.com PHONE: _936-560-4747                 |
| For State Use Only  | L-man addressmrc.definis                      | 750-500-4747                                       |
|   | 2   |  |
| APPROVED BY: ACCEPTED FOR K<br>Conditions of Approval (if any):   | ECORD TITLE                                   | DATE   |
|   |   |  |