

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

Form C-103
 May 27, 2004

WELL API NO. 30-025-29047
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input type="checkbox"/> Fed
6. State Oil & Gas Lease No. NMLC-065581
7. Lease Name or Unit Agreement Name Young Deep Unit
8. Well Number 16
9. OGRID Number 258462
10. Pool name or Wildcat N. Young Bone Spring

RECEIVED
DEC 03 2012

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 **WW- Water Injection Well**

2. Name of Operator
NADELL & GUSSMAN HEYCO, LLC

3. Address of Operator
PO BOX 1936
ROSWELL NM 88202-1936 505/623-6601

4. Well Location
 Unit Letter E : 1980 feet from the North line and 660 feet from the WEST line
 Section 9 Township 18S Range 32E NMPM County Lea

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3827.6' GR

Pit or Below-grade Tank Application or Closure

Pit type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____

Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____

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"/>	
OTHER: <input type="checkbox"/>		OTHER: MIT Test Completed, Chart attached <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.

10-30-12 Opened well to 500 psi tbg pressure, began injecting water at 500 psi. Total of 75 bbls injected final pressure vaccum. Water source from Young Deep Unit.

11/20/12 MIT test completed and witnessed by both OCD and BLM. Passed test.

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOC guidelines , a general permit or an (attached) alternative OCD-approved plan .

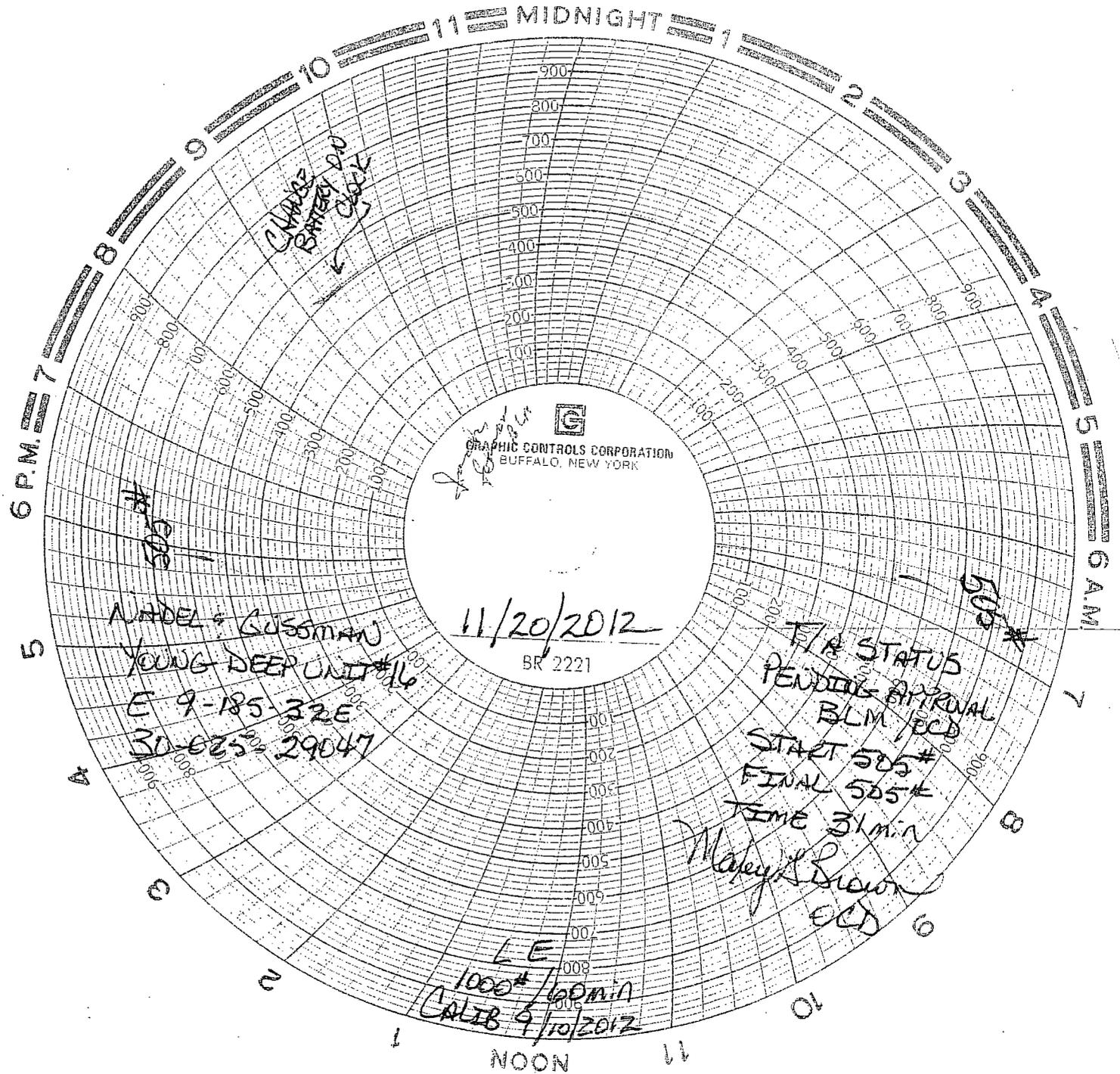
SIGNATURE Randy K. Lid TITLE PRODUCTION ANALYST DATE 11-30-12

Type or print name For State Use Only E-mail address: tlink@heycoenergy.com Telephone No. 575.623.6601

APPROVED BY: **Accepted for Record Only** TITLE _____ DATE _____

Conditions of Approval (if any): EG 19-2013

Chom




 GRAPHIC CONTROLS CORPORATION
 BUFFALO, NEW YORK

11/20/2012

BR 2221

A. ADOL + GUSMAN
 YOUNG DEEP UNIT #16
 E 9-185-32E
 3D-885-29047

T/A STATUS
 PENDING APPROVAL
 BLM / ECD
 START 505#
 FINAL 505#
 TIME 31min
 Macey & Dixon
 ECD

LE
 1000# / 60min
 CALIB 9/10/2012

CHANGE
 BATTERY DO
 CHECK