

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  
May 27, 2004

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

RECEIVED

NOV - 5 2009

NMOC D ARTESIA

WELL API NO. 30-015-37111  
Indicate Type of Lease  
STATE ☒ FEE ☐  
State Oil & Gas Lease No. VB-0407

<b>SUNDRY NOTICES AND REPORTS ON WELLS</b> (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)		7. Lease Name or Unit Agreement Name Loving 2 State
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other		8. Well Number 5
2. Name of Operator NADELL & GUSSMAN HEYCO, LLC		9. OGRID Number 258462
3. Address of Operator PO BOX 1936 ROSWELL NM 88202-1936 505/623-6601		10. Pool name or Wildcat Herradura Bend; Delaware, East
4. Well Location Unit Letter K : 1865 feet from the SOUTH line and 1980 feet from the WEST line Section 2 Township 23S Range 28E NMPM County EDDY		
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3052' GR		
Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/>		
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:

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

OTHER: Production casing cement remediation ☒

SUBSEQUENT REPORT OF:

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

OTHER: ☐

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.

10/06/09•TD 7 7/8" hole @7900'

10/07/09•Run 5 1/2" casing, cement with 1500 sx Lead, 750 sx tail. Did not circ.

10/20/09•Run CBL found TOC @ 3200'

Propose to complete well w/ 3 zones of interest. Once all zones have been tested and well is ready to produce, propose to set drillable bridge plug at 3300. Perforate at 3175, set cement retainer at 3150, circulate cement to surface. Drill out cement retainer, and bridge plug at 3300, and place well on production. Completion and remedial cement sundry to follow.

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 NMOCD guidelines ☐, a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE [Signature] TITLE PRODUCTION ANALYST DATE 11/05/2009

Type or print name \_\_\_\_\_ E-mail address: tlink@heycoenergy.com Telephone No. 505.623.6601  
**For State Use Only**

APPROVED BY: [Signature] TITLE Geologist DATE 11/10/2009  
Conditions of Approval (if any):