

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.  
 30-015-37068

5. Indicate Type of Lease  
 STATE  FEE

6. State Oil & Gas Lease No.

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.)  
 3704' GR

7. Lease Name or Unit Agreement Name  
 Aid State

8. Well Number #2 JAN 13 2010

9. OGRID Number 258462 NMOCD ARTESIA

10. Pool name or Wildcat  
 Empire Glorieta-Yeso

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

<b>NOTICE OF INTENTION TO:</b> PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/> PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPL <input type="checkbox"/> DOWNHOLE COMMINGLE <input type="checkbox"/>		<b>SUBSEQUENT REPORT OF:</b> REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/> COMMENCE DRILLING OPNS. <input type="checkbox"/> P AND A <input type="checkbox"/> CASING/CEMENT JOB <input type="checkbox"/>	
OTHER: <input type="checkbox"/>		OTHER: Completion Sundry <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.

- 11/24/09 – Set Comp. Bridge Plug @ 4175'.
- 11/25/09 – Perforate 3854', 74, 85, 87, 89, 93, 98, 3913, 87, 92, 94, 96, 98, 4000, 05, 08, 32, 34, 40, 43, 48, 50, 64, 72, 4074 (25 Holes). Acidize w/3000 gals 15% Nefe + 50 B.S.
- 12/02/09 – Frac w/165, 255 gals 20# X-Link w/206,801 #'s 16/30 sand.
- 12/04/09 – Drill out Comp. Bridge Plug @ 4175'.
- 12/09/09 – Return to Production.
- 12/22/09 – Initial Production 99 BO, 109 Mcf and 412 BW on a 24 hr test.

Spud Date:

Rig Release Date:

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Tammy R. Link DATE 1/12/10

Type or print name: Tammy R. Link E-mail address: tlink@heycoenergy.com PHONE: 575-317-1803  
 For State Use Only

APPROVED BY: Acqui Peavars TITLE Geologist DATE 1/13/2010  
 Conditions of Approval (if any):