

Submit 1 Copy 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  
October 13, 2009

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

|                                                                                                     |
|-----------------------------------------------------------------------------------------------------|
| WELL API NO.<br># 30-015-23888                                                                      |
| 5. Indicate Type of Lease<br>STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/> |
| 6. State Oil & Gas Lease No.<br>?                                                                   |
| 7. Lease Name or Unit Agreement Name<br>MWJ STATE #1Y                                               |
| 8. Well Number<br>307994                                                                            |
| 9. OGRID Number<br>74894                                                                            |
| 10. Pool name or Wildcat<br>SWD<br>wildcat Delaware                                                 |

|                                                                                                                                                                                                                  |  |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--|
| SUNDRY NOTICES AND REPORTS ON WELLS<br>(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 <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other <u>INJECTION</u>                                                                                           |  |
| 2. Name of Operator<br>DANCLIFF OIL & GAS LLC.                                                                                                                                                                   |  |
| 3. Address of Operator<br><del>1000</del> 3722 NAT. PARKS Hwy Carlsbad NM 88260                                                                                                                                  |  |
| 4. Well Location<br>Unit Letter _____ : <u>860</u> feet from the <u>FSL</u> line and <u>2020</u> feet from the <u>FWL</u> line<br>Section <u>30</u> Township <u>24S</u> Range <u>29E</u> NMPM County <u>Eddy</u> |  |
| 11. Elevation (Show whether DR, RKB, RT, GR, etc.)<br><u>2937 RKB</u>                                                                                                                                            |  |

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 ☐

SUBSEQUENT REPORT OF:

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

OTHER: ☐

OTHER: CONVERT TO SWD ☒

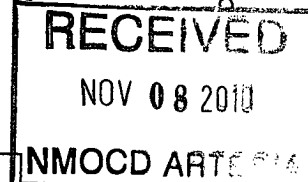
13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

Well Completed 10/29/10 mit Passed 10/29/10 (1st day of INJECTION 10/29/10 (100 BBLs))  
CEBP set @ 5250 with 2 sacks cement on top 8/13/10  
~~For Existing Perss~~ 4881 to 4975  
Shot 150 Perss @ 4656 to 4694  
NICKEL PLATED ARROW set 1-X Packer set @ 4591.87  
148 Joints 2 7/8 PH6 SCS HYDRIL tubing Plastic coated. 4584.77 tubing

R-13151-A-SWD ORDER

Spud Date:

Rig Release Date:



See Attached

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

SIGNATURE Clifford Stewart TITLE PARTNER MANAGER DATE 11-2-10

Type or print name CLIFFORD STEWART E-mail address: AMANDCLIFFE@VALORNET.COM PHONE: 575-631-0208  
For State Use Only

APPROVED BY: RICHARD INCE TITLE COMPLIANCE OFFICER DATE 11/10/10  
Conditions of Approval (if any):

COH

ATTN: Sales 14

Company Rep. Pete Rodriguez  
Sales Rep. Brad Fung

26-Oct-10

[illegible]