

Submit 1 Copy To Appropriate District Office

State of New Mexico

Form C-103

District I - (575) 393-6161

NM OIL CONSERVATION

Energy, Minerals and Natural Resources

Revised July 18, 2013

District II - (575) 748-1283

ARTESIA DISTRICT

District III - (505) 334-6178

MAY 01 2015

OIL CONSERVATION DIVISION

District IV - (505) 476-3460

RECEIVED

1220 South St. Francis Dr.

Santa Fe, NM 87505

WELL API NO. 30-015-37911
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Puckett North
8. Well Number 9
9. OGRID Number 025111
10. Pool name or Wildcat Maljamar/Grayburg/San Andres

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 Hudson Oil Company of Texas

3. Address of Operator 616 Texas Street, Fort Worth, Texas 76102

4. Well Location
Unit Letter D : 330' feet from the North line and 330' feet from the West line
Section 13 Township 17 South Range 31 East NMPM Eddy County

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

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

NOTICE OF INTENTION TO:

- PERFORM REMEDIAL WORK
- TEMPORARILY ABANDON
- PULL OR ALTER CASING
- DOWNHOLE COMMINGLE
- CLOSED-LOOP SYSTEM
- OTHER:
- PLUG AND ABANDON
- CHANGE PLANS
- MULTIPLE COMPL

SUBSEQUENT REPORT OF:

- REMEDIAL WORK
- COMMENCE DRILLING OPNS.
- CASING/CEMENT JOB
- ALTERING CASING
- P AND A
- OTHER: Inter-Well Communication

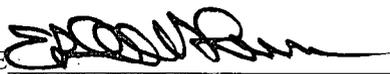
13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

We fractured this well in the Grayburg/San Andres formations on 11/29/10. During flowback and testing it became apparent we had fracked into an offsetting injection well, likely the Capstone Natural Resources Lea "C" Federal #13 Injection Well, API #30-015-20704, located in Section 11, T17S - R31E, 660' FSL and 660' FEL, as we could not pump the well down. As a result, the Puckett North 9 is scheduled for P & A in June of 2015.

Spud Date: 9/6/2010

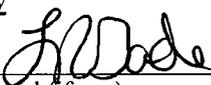
Rig Release Date: 9/15/2010

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

SIGNATURE  TITLE President DATE 4/28/15

Type or print name E. Randall Hudson III E-mail address: rhudson@hudsonoil.com PHONE: 817-336-7109

For State Use Only

APPROVED BY:  TITLE District Supervisor DATE 5/7/15

Conditions of Approval (if any):