

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

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

MAR 05 2009

Form C-103
May 27, 2004

WELL API NO. 30-015-23001
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 LOCO HILLS WELCH
8. Well Number 2
9. OGRID Number 258462
10. Pool name or Wildcat Empire Morrow South (Gas)

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 <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other
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 N : 660 feet from the SOUTH line and 1980 feet from the WEST line Section 4 Township 18S Range 29E NMPM County EDDY
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3521.2' 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: Plug Back <input checked="" type="checkbox"/>		OTHER: <input 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.

Current Producing interval - Morrow 10,785'-10,789'
Set CMT Retainer @ 8,993', squeeze Morrow w/300 sx Class H @ 15.6 PPG (MRW, Atoka, Canyon).
Set CMT Plug (100') @ Wolfcamp 7900-8000.
Set CMT Plug (250') @ Bonsprings 5,950'-6,200'
Set CMT Plug (200') @ 3,400'-3,600'
Remove 5 1/2 CSG 0-3,100', replace w/new 5 1/2 I-GS 15.5#, Cement to Surface.
If replacing 5 1/2 CSG proves to costly, a subsequent P&A Application will be submitted
If replacing 5 1/2 CSG is successful, a subsequent Plug Back/Recomplete Application will be submitted.



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 Larry G. Lick TITLE PRODUCTION ANALYST DATE 3/04/09

Type or print name _____ E-mail address: tllick@heycoenergy.com Telephone No. 505.623.6601
For State Use Only

APPROVED BY: [Signature] TITLE Geologist DATE 3/5/09
Conditions of Approval (if any) _____