

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. <b>30-023-20014</b>
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name <b>Big Hatchet North Unit 14 State</b>
8. Well Number <b>001</b>
9. OGRID Number <b>251054</b>
10. Pool name or Wildcat <b>Wildcat, Percha Shale</b>
11. Elevation (Show whether DR, RKB, RT, GR, etc.) <b>4440.72' GR</b>

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 <b>Dan A. Hughes Company, L. P.</b>	
3. Address of Operator <b>P.O. Drawer 669, 208 E. Houston St., Beeville, TX 78104-0669</b>	
4. Well Location Unit Letter <b>1545.11</b> feet from the <b>North</b> line and <b>2025.39</b> feet from the <b>East</b> line Section <b>14</b> Township <b>30S</b> Range <b>17W</b> NMPM County <b>Hidalgo</b>	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) <b>4440.72' GR</b>	

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 ☐

OTHER: ☐

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.

Tidwell drove to location, cleaned cavings out & cable tool drilled from 66' to 68' on 2/24/11.  
Released Tidwell Cable Tool Rig on 2/25/11.  
Set 16" conductor @ 40' & cemented on 2/28/11.  
Move in Aztec Rotary Drilling Rig #222 on approximate date of 3/14/11.

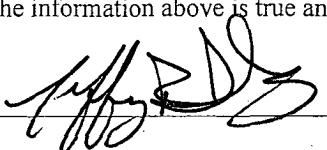
RECEIVED  
MAR 07 2011  
NMOCD ARTESIA

Spud Date:

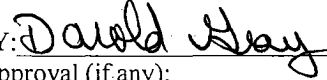
5/29/2009

Rig Release Date:

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

SIGNATURE  TITLE Operations Manager DATE 3/3/2011

Type or print name Jeffery R. Hseng E-mail address: jeffi@dahughes.net PHONE: 361/358-3752  
For State Use Only

APPROVED BY:  TITLE Field Supervisor DATE 3-8-11  
Conditions of Approval (if any):

COA attached

**NEW MEXICO OIL CONSERVATION DIVISION  
DISTRICT 2 OFFICE  
1301 W. GRAND AVENUE  
ARTESIA, NM 88210  
(575)748-1283**

**CONDITIONS OF APPROVAL**

**Dan A. Hughes Company, L.P.  
Big Hatchet North Unit 14 State #1  
API # 30-023-20014**

1. Notify OCD Dist. 2 office of intent to set & cement all conductor & casing strings. (575)748-1283 ext. 113, or Field Supervisor (575)626-0843.
2. Closed Loop system required to be in use.
3. Trucking companies being used to haul oilfield waste – produced water, drilling fluids, or cuttings to disposal facilities- private or commercial- shall have an approved NMOCD Form C-133 (authorization to move produced water). A copy of this form shall be available in each truck being used to transport waste products.  
It is the responsibility of the operator, as well as the hauling company to verify that this permit is in place.
4. Current NMOCD rules & regulations must be met at time of drilling.

**DG  
3/1/2011**