

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

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.)		WELL API NO. 30 - 015 - 38461
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator Nadel & Gussman HEYCO, LLC		6. State Oil & Gas Lease No. V-186
3. Address of Operator P.O. Box 1936, Roswell NM, 88202		7. Lease Name or Unit Agreement Name Rock Island 16 State
4. Well Location Unit Letter <u>G</u> : <u>2260</u> feet from the <u>North</u> line and <u>1650</u> feet from the <u>East</u> line Section <u>16</u> Township <u>18S</u> Range <u>26E</u> NMPM County <u>Eddy</u>		8. Well Number 1H
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3360' GR		9. OGRID Number 258462
		10. Pool name or Wildcat Glorietta

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: ☐

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.

It is proposed to change hole sizes and casing points, while keeping all other unrelated data consistent with the original C-101.

Previous design:

Hole Size	Casing Size	Casing weight/foot	Setting Depth	Sacks of Cement	Estimated TOC
12 1/4"	9 5/8"	36#	1400'	850	Surface
8 3/4"	5 1/2"	17#	2936'	None	N/A
7 7/8"	4 1/2"	11.6#	5741'	None	N/A

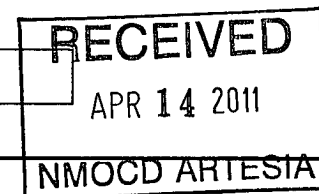
Proposed changed design:

Hole Size	Casing Size	Casing weight/foot	Setting Depth	Sacks of Cement	Estimated TOC
12 1/4"	9 5/8"	36#	1000'	850	Surface
8 3/4"	7"	26#	3436'	400	Surface
6 1/8"	4 1/2"	11.6#	3136' - 5741'*	None	N/A

*We will set a liner hanger for the 4 1/2" string, in the lateral, at approximately 3136'.

Spud Date: 5/1/2011

Rig Release Date: N/A



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

SIGNATURE Keith Cannon TITLE Drilling Superintendent DATE 4/15/2011

Type or print name Keith Cannon E-mail address: kcannon@heycoenergy.com PHONE: 1-800-687-0513
For State Use Only

APPROVED BY: David Guss TITLE Field Supervisor DATE 4-19-11

Conditions of Approval (if any):

* surface casing to be set at least 50' below San Andres