

Submit 1 Copy To Appropriate District Office
 District I - (575) 393-6161
 1625 N French Dr., Hobbs, NM 88240
 District II - (575) 748-1283
 811 S First St., Artesia, NM 88210
 District III - (505) 334-6178
 1000 Rio Brazos Rd., Aztec, NM 87410
 District IV - (505) 476-3460
 1220 S St Francis Dr., Santa Fe, NM 87505

State of New Mexico
 Energy, Minerals and Natural Resources

Form C-103
 Revised August 1, 2011

HOBBS OCD
 JAN 13 2012
 RECEIVED

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 2-101) FOR SUCH PROPOSALS)		WELL API NO. 30-025-09637
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 type="checkbox"/> FEE <input checked="" type="checkbox"/>
2. Name of Operator Resaca Operating Company		6. State Oil & Gas Lease No. 306443
3. Address of Operator 1331 Lamar Street, Suite 1450 Houston, TX 77010		7. Lease Name or Unit Agreement Name Cooper Jal Unit
4. Well Location Unit Letter <u>H</u> : <u>1650</u> feet from the <u>North</u> line and <u>990</u> feet from the <u>East</u> line Section <u>24</u> Township <u>24S</u> Range <u>36E</u> NMPM <u>Lea</u> County		8. Well Number <u>127</u> 9. OGRID Number <u>263848</u>
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3312' KB		10. Pool name or Wildcat Jalmat; T-Y-7R/ Langlie Mattix; 7R-Q-G

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

NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/> PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPL <input type="checkbox"/> DOWNHOLE COMMINGLE <input type="checkbox"/>	SUBSEQUENT REPORT OF: REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/> COMMENCE DRILLING OPNS. <input type="checkbox"/> P AND A <input type="checkbox"/> CASING/CEMENT JOB <input type="checkbox"/>
OTHER: Drilled CIBP, cleaned out to TD, DHC <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 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

- 1.) MIRU Pulling Unit & Above Ground Steel Pit.
- 2.) POOH w/ production string; RIH w/ 4 3/4" Bit, Drill Collars.
- 3.) Drill CIBP @ 3354' & drill out to TD @ 3541' (DHC Jalmat and Langlie Mattix)
- 4.) POOH w/ tubing, lay down drill collars & Bit; hydrotest tubing.
- 5.) RIH w/ production string.
- 6.) RDMO Pulling Unit, clean location, clean & dispose of pit fluids.

Oil Conservation Division
 Conditions of approval: Approval for drilling/workover ONLY--- CANNOT produce Downhole Commingled until DHC is approved in Santa Fe.

Spud Date:

Rig Release Date:

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

SIGNATURE Melanie Reyes TITLE Engineer Assistant DATE 12/22/11

Type or print name Melanie Reyes E-mail address: melanie.reyes@resacaexploitation.com PHONE: (432) 580-8500

APPROVED BY: Wendy Whitaker TITLE Compliance Officer DATE 1-18-2012

Conditions of Approval (if any):

JAN 23 2012 *Wendy Whitaker*

