

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

HOBBS OCD

NOV 14 2013

RECEIVED

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.
Santa Fe, NM 87505

WELL API NO. 30-025-41347
5. Indicate Type of Lease STATE [X] FEE []
6. State Oil & Gas Lease No. VB-2136, VB-2137
7. Lease Name or Unit Agreement Name Merchant Livestock State Com
8. Well Number 2H
9. OGRID Number 260511
10. Pool name or Wildcat Ojo Chiso, Bone Spring South
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3476' GR

SUNDRY NOTICES AND REPORTS ON WELLS
1. Type of Well: Oil Well [X] Gas Well [] Other []
2. Name of Operator GMT Exploration Company LLC
3. Address of Operator 1560 Broadway Suite 2000
4. Well Location Unit Letter N : 40 feet from the South line and 1700 feet from the West line
Section 24 Township 22S Range 34E NMPM County Lea
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3476' GR

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 [X]
PULL OR ALTER CASING [] MULTIPLE COMPL []
DOWNHOLE COMMINGLE []
CLOSED-LOOP SYSTEM []
OTHER: []
SUBSEQUENT REPORT OF:
REMEDIAL WORK [] ALTERING CASING [X]
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 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

GMT Exploration intends to change the Intermediate casing for the above referenced well. We will begin this work on or around November 29, 2013. Please see below for information on the new casing. The Intermediate casing will be set at 4950'.

Table with 5 columns: Hole Size, Casing Size, Casing Weight/Ft, Grade, Amount. Row 1: 11", 8 5/8", 32, J-55, 4000'. Row 2: 11", 8 5/8", 32, HCK-55, 1325'.

Spud Date: 11/16/2013 Rig Release Date: TBD

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

SIGNATURE [Signature] TITLE exec assistant DATE 11/13/13

Type or print name Marissa Walters E-mail address: mwalters@gmtexploration.com PHONE: 303.586.9275

For State Use Only

APPROVED BY: [Signature] TITLE Compliance Officer DATE 11/14/2013

Conditions of Approval (if any):

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