

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 July 18, 2013

HOBBS OGD

MAR 27 2014

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

RECEIVED

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|--|--|---|
| SUNDRY NOTICES AND REPORTS ON WELLS<br>(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.<br>30-025-22761  |
| 1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>   |  | 5. Indicate Type of Lease<br>STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/> |
| 2. Name of Operator<br>Jay Management Company, LLC   |  | 6. State Oil & Gas Lease No.<br>K-3895  |
| 3. Address of Operator<br>2425 West Loop South, Ste 810, Houston, TX 77027   |  | 7. Lease Name or Unit Agreement Name<br>Vera  |
| 4. Well Location<br>Unit Letter <u>E</u> : <u>1,980</u> feet from the <u>N</u> line and <u>810</u> feet from the <u>W</u> line<br>Section <u>32</u> Township <u>11S</u> Range <u>33E</u> NMPM Lea County |  | 8. Well Number <u>1</u>   |
| 11. Elevation (Show whether DR, RKB, RT, GR, etc.)<br>4,298' GR  |  | 9. OGRID Number <u>247692</u>   |
|  |  | 10. Pool name or Wildcat<br>Bagley Permo Pen North  |

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

|  |  |   |  |
|--|--|---|--|
| <b>NOTICE OF INTENTION TO:</b><br>PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/><br>TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/><br>PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPL <input type="checkbox"/><br>DOWNHOLE COMMINGLE <input type="checkbox"/><br>CLOSED-LOOP SYSTEM <input type="checkbox"/><br>OTHER: Add Perfs. <input checked="" type="checkbox"/> |  | <b>SUBSEQUENT REPORT OF:</b><br>REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/><br>COMMENCE DRILLING OPNS. <input type="checkbox"/> P AND A <input type="checkbox"/><br>CASING/CEMENT JOB <input type="checkbox"/><br>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.

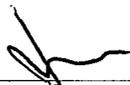
This Well is rod and pump well, located in the field referenced above.  
 Jay Management plan to:

- Perforate @ 8,572' to 8,728'.
- Swab well back.
- Pump and acidize well with 15% HCL.
- Let acid sit overnight and then flowback to test tank. Possibly swab well during flowback.
- Put well back on production.

Spud Date:

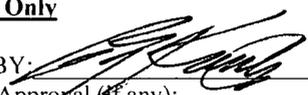
Rig Release Date:

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

SIGNATURE  TITLE Operations Manager DATE 03/24/2014

Type or print name Amir Sanker E-mail address: asanker@isramco-jay.com PHONE: 713-417-6530

**For State Use Only**

APPROVED BY:  TITLE Petroleum Engineer DATE MAR 27 2014  
 Conditions of Approval (if any):

MAR 27 2014