

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

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

WELL API NO. 30-025-26887
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 Adobe Federal
8. Well Number 1
9. OGRID Number 14591
10. Pool name or Wildcat Antelope Ridge - Morrow Gas

**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-10.1) FOR SUCH PROPOSALS.)

1. Type of Well: Oil Well  Gas Well  Other

2. Name of Operator  
Merit Energy Company

3. Address of Operator 13727 Noel Rd Ste 1200 Dallas, TX 75240

4. Well Location  
 Unit Letter G : 1650 feet from the North line and 1980 feet from the East line  
 Section 15 Township 23S Range 34E NMPM County Lea

11. Elevation (Show whether DR, RKB, RT, GR, etc.)

HOBBS OCD  
 APR 10 2014  
 RECEIVED

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

<b>NOTICE OF INTENTION TO:</b> 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 COMPLETIONS <input type="checkbox"/> DOWNHOLE COMMINGLE <input type="checkbox"/> OTHER: Plug off lower zone w/ CIBP. Return to prod. <input checked="" type="checkbox"/>	<b>SUBSEQUENT REPORT OF:</b> 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: <input type="checkbox"/>
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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.

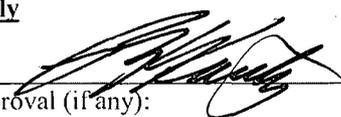
- Clean location, test anchors, prep well for w/o rig.
- MIRU S/L. RIH with tubing plug and set @ +/- 11,965'. POOH
- RIH and perf tubing @ +/- 11,960'. POOH.
- Swab fluid out of tubing. RDMO S/L.
- MIRU w/o rig. NUBOP and 2-3/8" handling tools. Unset pkr and pump down backside to kill well. TOOH w/ tbg.
- MIRU W/L truck. R/U lubricator & RIH w/ GRJB to 12,750'.
- RIH with CIBP and set CIBP @ +/-12,750'. Note: Fish (tbg) may be located @ 12,820.
- Dump bail 20' cement on CIBP. RDMO W/L
- RIH w/ SN and open ended production string while pressure testing tubing. Set EOT @ +/-12,100'.
- Swab well to kickoff well. Drop bumper spring, install plunger lift assembly. Turn to production. Obtain well tests and input into eVin.

Spud Date: APR 02 2014 Rig Release Date: APR 02 2014

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

SIGNATURE  TITLE Regulatory Analyst DATE 04/02/2014

Type or print name Matt Ogden E-mail address: matt.ogden@meritenergy.com PHONE: (972)628-1603

For State Use Only  
 APPROVED BY:  TITLE Petroleum Engineer DATE 04/11/14  
 Conditions of Approval (if any):

APR 14 2014