

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

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

| |
|---|
| WELL API NO. 30-025-41078 |
| 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 Sims State Com |
| 8. Well Number 3H |
| 9. OGRID Number 14187 |
| 10. Pool name or Wildcat Gamma Ridge; Bone Spring, North |
| 11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3709' GR |

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.)

1. Type of Well: Oil Well Gas Well Other **HOBBS OCD**

2. Name of Operator
Marshall & Winston, Inc. **SEP 05 2014**

3. Address of Operator
P. O. Box 50880, Midland, Texas 79710-0880 **RECEIVED**

4. Well Location
 Unit Letter 0 : 160 feet from the South line and 1980 feet from the East line
 Section 34 Township 20S Range 35E NMPM County Lea

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

| | | | |
|--|---|--|--|
| NOTICE OF INTENTION TO: | | SUBSEQUENT REPORT OF: | |
| PERFORM REMEDIAL WORK <input type="checkbox"/> | PLUG AND ABANDON <input type="checkbox"/> | REMEDIAL WORK <input type="checkbox"/> | ALTERING CASING <input type="checkbox"/> |
| TEMPORARILY ABANDON <input type="checkbox"/> | CHANGE PLANS <input type="checkbox"/> | COMMENCE DRILLING OPNS. <input type="checkbox"/> | P AND A <input type="checkbox"/> |
| PULL OR ALTER CASING <input type="checkbox"/> | MULTIPLE COMPL <input type="checkbox"/> | CASING/CEMENT JOB <input type="checkbox"/> | |
| DOWNHOLE COMMINGLE <input type="checkbox"/> | | | |
| CLOSED-LOOP SYSTEM <input type="checkbox"/> | | | |
| OTHER: Lse. Name Change & Extension to APD <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.

Requesting lease name change from the above referenced lease to:

Lookin Good 34 State Com #3H
 New Property Code #313600
 Effective Date 07/01/2014

OPER. OGRID NO. 14187
 PROPERTY NO. 313600
 POOL CODE 28434
 EFF. DATE 7/01/2014
 API NO. 30-025-41078

Also requesting a one (1) year extension to the APD.

APD EXPIRES 3/25/16

Spud Date:

Rig Release Date:

E-PERMITTING Prop Name Chg
 P&A NR _____ P&A _____
 INT to P&A _____
 CSNG _____ CHG Loc _____
 TA _____

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

SIGNATURE [Signature] TITLE Engineer DATE 08/21/14

Type or print name Gabe Herrera E-mail address: gherrera@mar-win.com PHONE: 432-684-6373

For State Use Only

APPROVED BY: [Signature] TITLE Petroleum Engineer DATE 09/15/14

Conditions of Approval (if any):

SEP 15 2014

DISTRICT I
1625 N. French Dr., Hobbs, NM 88240

State of New Mexico
Energy, Minerals & Natural Resources Department

Form C-102
Revised October 12, 2005
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

DISTRICT II
1301 W. Grand Avenue, Artesia, NM 88210

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

DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410

DISTRICT IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

| | | | |
|-------------------------|---|-----------|--------------------|
| API Number | | Pool Code | Pool Name |
| Property Code 313600 | Property Name LOOKIN GOOD 34 STATE COM | | Well Number 3-H |
| OGRID No. 14187 | Operator Name MARSHALL & WINSTON, INC. | | Elevation 3709' |

Surface Location

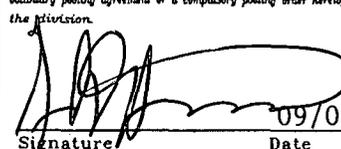
| UL or lot No. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
| B | 34 | 20-S | 35-E | | 160 | SOUTH | 1980 | EAST | LEA |

Bottom Hole Location If Different From Surface

| UL or lot No. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
| O | 34 | 20-S | 35-E | | 240 | NORTH | 1980 | EAST | LEA |

| | | | |
|-----------------|-----------------|--------------------|-----------|
| Dedicated Acres | Joint or Infill | Consolidation Code | Order No. |
| | | | |

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

| | | | |
|---|---|--|---|
| <p>NOTE:</p> <p>1) Plane Coordinates and Bearings shown hereon are Transverse Mercator Grid and Conform to the "New Mexico Coordinate System", New Mexico East Zone, North American Datum of 1927. Distances shown hereon are mean horizontal surface values.</p> | <p>240'</p> <p>(BHL) \odot — 1980'</p> <p>Plane Coordinate X = 774,541.3 Y = 559,893.3</p> | <p>OPERATOR CERTIFICATION</p> <p>I hereby certify the information contained hereon to be true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or leased mineral interests in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the Division.</p> <p> 09/03/14 Signature Date Gabe Herrera Printed Name</p> | |
| | <p>N 0°27'05" W — 4887.4'</p> | | <p>SURVEYOR CERTIFICATION</p> <p>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision and that the same is true and correct to the best of my belief.</p> <p>March 19, 2013 Date of Survey</p> <p>Signature & Seal of Professional Surveyor  W.O. Num. 2014-1207 Certificate No. MACON, McDONALD, PROFESSIONAL SURVEYOR 2185</p> |
| | <p>Plane Coordinate X = 774,579.8 Y = 555,006.9</p> | | <p>NEW MEXICO 12105</p> |
| | <p>#3-H (SL) \odot — 1980'</p> <p>160'</p> | | |