

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. 30-025-41364
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No. 39652

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.)		7. Lease Name or Unit Agreement Name Battle
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/> HOBBS OCD		8. Well Number 1H
2. Name of Operator BC Operating, Inc.	SEP 10 2014	9. OGRID Number 160825
3. Address of Operator P.O. Box 50820 Midland, Texas 79710		10. Pool name or Wildcat WC-025 G-06 S213326D; Bone Spring
4. Well Location Unit Letter <u>A</u> : <u>160</u> feet from the <u>North</u> line and <u>360</u> feet from the <u>East</u> line Section <u>34</u> Township <u>21S</u> Range <u>33E</u> NMPM County <u>Lea</u>		
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3702' GL		

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 checked="" type="checkbox"/>	
OTHER: <input type="checkbox"/>		OTHER: Rig Release & Survey Report <input checked="" 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.

08/24/2014:

Ran 352' of 5 1/2" 17.0# HCP-110 casing from 0' to 15,561'. Pumped 30 bbls Optimum Flush spacer. RU cementers. Cemented with Lead 397 bbls (980 sx) 50/50 Class C Blend with yp of 2.283 cu ft/sk. + 0.3% Celloflake + 10% Bentonite+ 5% PSE-2 + 0.3% CFR-13 + 0.2% CFL-20+ 0.25% MTR-150 + 0.15% TWR-2. TOC ~4300'. Pumped 333 bbls (970 sx) of Tail with 50/50 Class C with yp of 1.95 cu ft/sk, THS 12.6, 0.5% TWO-2 + 0.85% CFL-20+0.25% MTR-150. TOC ~10,800'. Dropped plug and displaced with 359 bbls fresh water. Bumped plug 3000 psi. Checked floats - held. No cement to surface - Cement calculated at 4300'. RD cementers.

Rig released @ 23:00 hours on August 26, 2014.

Standard Survey Report Attached.

Spud Date: 07/01/2014 Rig Release Date: 8/26/2014

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

SIGNATURE: Pam Stevens TITLE: Regulatory Analyst DATE: 07/21/2014

Type or print name Pam Stevens E-mail address: pstevens@bcoperating.com PHONE: 432-684-9696

For State Use Only

APPROVED BY: [Signature] TITLE: Petroleum Engineer DATE: 09/11/14
 Conditions of Approval (if any):

SEP 23 2014 MB