

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.
 30-025-41951 **70-025-42066**

5. Indicate Type of Lease
 STATE FEE

6. State Oil & Gas Lease No.
 40445

7. Lease Name or Unit Agreement Name
 Abe State

8. Well Number 2H

9. OGRID Number
 160825

10. Pool name or Wildcat
 WC-025 G-07 S213330F; Bone Spring

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 PROPOSALS.)

1. Type of Well: Oil Well Gas Well Other

2. Name of Operator
 BC Operating, Inc.

3. Address of Operator
 P.O. Box 50820 Midland, Texas 79710

4. Well Location
 Unit Letter B : 240 feet from the North line and 1980 feet from the East line
 Section 32 Township 21S Range 33E NMPM County Lea

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
 3727' GL

HOBBS OCD
SEP 22 2014
RECEIVED

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 checked="" type="checkbox"/>	
DOWNHOLE COMMINGLE <input type="checkbox"/>			
OTHER: <input 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.

08/13/2014:
 Ran 381 joints of 5 1/2" P-110 17.0# Ultra DQX casing in 8 1/2" hole to 16,793'. Set casing at 16,695'.

Pump lead cement; 30bbl Fresh Water Spacer @ 5. bbls/m. Pumped 752 bbls/ 1860 sks C blend Density-11.80 ppg, Yield- 2.27ft/sk, Additives-0.3% CFR-13. 0.25%MTR-150,0.3%Celloflake,0.15%twr-2, 5%PSE-2,10% Bentonite, 0.2% CFL-20

Pumped 290 bbls/845sks, THS- 12.6 ppg, Yield-1.93ft/sk; Additives- 0.25% MTR-150,0.5%TWR-2,0.85% CFL-20, Drop plug

Displaced- 386bbl's Fresh water@ 6 bb/m Slowed To 3 bb/m last 10bbl's fresh water; Final lift psi 2030 bumped plug @ 1560 psi . Bleed off float's did not hold. Rig down Cementer's lines, hoses, leave cement head shut in.

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 Pam Steuens TITLE Regulatory Analyst DATE 09/18/2014

Type or print name _____ E-mail address: _____ PHONE: _____
For State Use Only

APPROVED BY: [Signature] TITLE Petroleum Engineer DATE 09/22/14
 Conditions of Approval (if any): _____

SEP 23 2014 MB [Signature]