

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. 30-025-21603-00-00
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. E-1311
7. Lease Name or Unit Agreement Name New Mexico "X" State
8. Well Number 1
9. OGRID Number 247692
10. Pool name or Wildcat Mescalero San Andres
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 4324 GL

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
Jay Management Company, LLC **OCT 17 2014**

3. Address of Operator
2425 West Loop South Ste 810 Houston, TX 77027 **RECEIVED**

4. Well Location
 Unit Letter P : 400 feet from the East line and 330 feet from the South line
 Section 10 Township 10S Range 32E NMPM County LEA

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

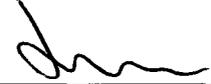
NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input checked="" type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	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: <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.

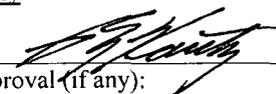
REPORT
 06/03/2014 Spud Rig and Rig up and prepared to pull rod string SD.
 06/04/2014 TOH with 3/4 rods and pump and RU to pull tubing. Unable to release TAC or move tubing SD.
 06/05/2014 Pump 20 bbls soapy water down casing. Tubing and TAC worked loose TOOH with tubing. Pressure to 400# the casing held. TIH with tubing tag at 4159'. TOH with Tubing and SD.
 06/06/2014 PU Bailer. TIH with tubing to tag @ 4159' set down solid with bailer. TOH with tubing and bailer SD.
 06/07/2014 PU 4 1/2 HD packer. TIH to 4148'. Displaced 110 gals scale X 5010 to spot with 16 bbls 2% KCL water. Move and set packer @ 3814' SD.
 06/08/2014 Pump 1000 gallon 15% acid into Perf. Released packer and TOH. TIH with 2 3/8 production tubing ND BOP. PU pump. TIH with rod string. Rig Down.

Spud Date: 06/03/2014 Rig Release Date: 06/08/2014

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

SIGNATURE  TITLE Operations Manager DATE 10/15/2014

Type or print name Amir Sanker E-mail address: asanker@isramco-jay.com PHONE: 713-621-6785

For State Use Only
 APPROVED BY:  TITLE Petroleum Engineer DATE 10/17/14
 Conditions of Approval (if any):

OCT 20 2014 