

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

AUG 18 2016

RECEIVED

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

WELL API NO. 30-025-41856
5. Indicate Type of Lease STATE [X] FEE [ ]
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Loco Dinero 36 State Com
8. Well Number 2H
9. OGRID Number 14187
10. Pool name or Wildcat WC-025 G-09 S2133351; Wolfcamp
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3644' 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 [X] Gas Well [ ] Other [ ]
2. Name of Operator Marshall & Winston, Inc.
3. Address of Operator P. O. Box 50880, Midland, Texas 79710-0880
4. Well Location Unit Letter A Section 36 Township 21S Range 33E NMPM County Lea
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3644' GR

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

NOTICE OF INTENTION TO:

- PERFORM REMEDIAL WORK [ ] PLUG AND ABANDON [ ]
TEMPORARILY ABANDON [ ] CHANGE PLANS [ ]
PULL OR ALTER CASING [ ] MULTIPLE COMPL [ ]
DOWNHOLE COMMINGLE [ ]
CLOSED-LOOP SYSTEM [ ]
OTHER: [ ]

SUBSEQUENT REPORT OF:

- REMEDIAL WORK [ ] ALTERING CASING [ ]
COMMENCE DRILLING OPNS. [ ] P AND A [ ]
CASING/CEMENT JOB [ ]
OTHER: Set whipstock [X]

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.

- 08/08/16 Depth 14645'. Svy 14071' Inc 90.9 Azm 179.8, 14354' Inc 88.9 Azm 179.4 & 14588' Inc 88.7 Azm 178.9.
08/09/16 Depth 14645'. TIH tag bridge @ 10292'. Attpt to wash past bridge f/ 10292-10302', no success.
08/11/16 Depth 10161'. Dir tools showed 1.8°, bit fell back into old hole (decided to set whipstock). PU Baker bigfoot Whipstock assy & scribe. Lost original wellbore, set whipstock to sidetrack original hole. Whipstock set @ 10148'. Cmt d in w/ 75 sx of Premium Class H (15.6 ppg/1.18 ft3) + 0.35% BWOB R-3 + .25% BWOB CD-32A + 0.005 pps Static Free + 0.005 pps FP-6L + 46.082% FW. Top of cmt 10161' & btm of cmt 10273'. New BHL will be filed when well is complete.
08/13/16 Depth 11216'. Svy 10888' Inc 51.2 Azm 168.2, 11043' Inc 70.2 Azm 175.2 & 11216' Inc 90.4 Azm 180.4.

Spud Date: 07/09/16

Rig Release Date:

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

SIGNATURE [Signature] TITLE Operations Manager DATE 08/16/16

Type or print name Todd Passmore E-mail address: tpassmore@mar-win.com PHONE: 432-684-6373

For State Use Only

APPROVED BY: [Signature] TITLE Petroleum Engineer DATE 08/19/16
Conditions of Approval (if any):