

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. 30-025-44896
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 Merchant State Unit
8. Well Number 506H
9. OGRID Number 372417
10. Pool name or Wildcat WC-025 G-06 S213326D; BONE SPRING
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3656 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 Advance Energy Partners Hat Mesa **JUL 23 2018**

3. Address of Operator 11490 Westheimer Rd, Houston, TX 77077 **RECEIVED**

4. Well Location  
 Unit Letter A : 100 feet from the North line and 330 feet from the East line  
 Section 35 Township 21S Range 33E NMPM County

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

<b>NOTICE OF INTENTION TO:</b>		<b>SUBSEQUENT REPORT OF:</b>	
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 checked="" 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.

Advance Energy Partners Hat Mesa requests a change of plans for the Merchant State Unit #506H pursuant to the new horizontal rules effective June 26th, 2018, changing the first take point and last take point/bottom hole location as follows:

Approved FTP - Sec 35, T-21S, R-33E - 330 FNL & 330 FEL  
 New FTP - Sec 35, T-21S, R-33E - 100 FNL & 330 FEL

Approved LTP/BHL - Sec 2, T-22S, R-33E - 330 FSL & 330 FEL  
 New LTP/BHL - Sec 2, T-22S, R-33E - 100 FSL & 330 FEL

Spud Date:

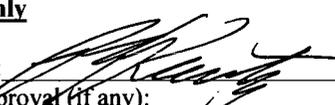
Rig Release Date:

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

SIGNATURE \_\_\_\_\_ TITLE Drilling Manager DATE \_\_\_\_\_

Type or print name Braden Harris E-mail address: bharris@advanceenergypartners.com PHONE: 406-600-3310

**For State Use Only**

APPROVED BY:  TITLE Petroleum Engineer DATE 07/23/18  
 Conditions of Approval (if any): \_\_\_\_\_