

Submit 3 Copies To Appropriate District
Office
District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Ave., Artesia, NM 88218
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. Francisco Dr., Santa Fe, NM
87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
May 27, 2004

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

WELL API NO.	30-025-27069 ✓
5. Indicate Type of Lease	STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/> ✓
6. State Oil & Gas Lease No.	NM073240
7. Lease Name or Unit Agreement Name	Federal 30 Com ✓
8. Well Number	#1 ✓
9. OGRID Number	597040
10. Pool name or Wildcat	Gem, 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 SUCH PROPOSALS.)

1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>
2. Name of Operator NADELL & GUSSMAN HEYCO, LLC ✓
3. Address of Operator PO BOX 1936 ROSWELL NM 88202-1936 505/623-6601
4. Well Location Unit Letter I : 1980' feet from the South line and 760' feet from the East line Section 30 Township 19S Range 23E 23 NMPM County Lea ✓
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3585.6 GR

Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/>
Pit type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____
Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____

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 type="checkbox"/>
OTHER: <input type="checkbox"/>	OTHER: Recompletion <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 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

1. Set Cast Iron Bridge Plug @ 13,200' & Dump 35' cement on top.
2. Set Cast Iron Bridge Plug @ 10,820' & Dump 35' cement on top.
3. Set Cast Iron Bridge Plug @ 9,800'.
4. Perforate 9,202-07' (6 holes), 9,210-13' (4 holes), 9,215-27' (13 holes), 9,076-85' (30 holes), & 8,996-99' (8 holes).
5. Acidize w/ 3,000 gallons 7.5% NEFE acid.
6. Frac w/ 140,000 lbs 20/40 Ottawa, & 10,000 lbs resin coated sand.
7. Put well back on production 8-8-08.

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines ☐, a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE Larry R. Gist TITLE PRODUCTION ANALYST DATE 11/17/2008

Type or print name _____ E-mail address: tlmk@heycoenergy.com Telephone No. 505.623.6601
For State Use Only

APPROVED BY: [Signature] TITLE PETROLEUM ENGINEER DATE NOV 21 2008

Conditions of Approval (if any): _____