

Office

Energy, Minerals and Natural Resources

June 19, 2008

District I

1625 N. French Dr., Hobbs, NM 88240

District II

1301 W. Grand Ave., Artesia, NM 88210

District III

1000 Rio Brazos Rd., Aztec, NM 87410

District IV

1220 S. St. Francis Dr., Santa Fe, NM

87505

RECEIVED

APR 26 2010

HOBBSOCD

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

WELL API NO.

30-025-39667 ✓

5. Indicate Type of Lease

STATE ☒ FEE ☐

6. State Oil & Gas Lease No.

7. Lease Name or Unit Agreement Name

NORTH VACUUM ABO NORTH UNIT ✓

8. Well Number 196 ✓

9. OGRID Number 252496 ✓

10. Pool name or Wildcat

VACUUM; ABO, NORTH

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 ☐

2. Name of Operator

SHERIDAN PRODUCTION COMPANY, LLC ✓

3. Address of Operator

9 GREENWAY PLAZA, SUITE 1300, HOUSTON, TX 77046

4. Well Location

Unit Letter G : 2310 feet from the NORTH line and 1370 feet from the EAST lineSection 2 Township 17S Range 34E NMPM County LEA ✓

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

4048'

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 ☐OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐COMMENCE DRILLING OPNS. ☐ P AND A ☐CASING/CEMENT JOB ☐OTHER: ☐

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.

CHANGE OF PLANS FROM VERTICAL WELLBORE TO DIRECTIONAL. - PLAN ATTACHED.

PROPOSED BHL: LOT H, 2609' FNL & 1138' FEL - SAME SECTION, TWSHP & RANGE AS SURFACE LOCATION

Spud Date:

NA

Rig Release Date:

NA

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

SIGNATURE Joyce A. Williams TITLE OPERATION TECH DATE 4/20/10Type or print name JOYCE A WILLIAMS E-mail address: jwilliams@sheridanproduction.com PHONE: 713-548-1070

For State Use Only

APPROVED BY: [Signature] TITLE PETROLEUM ENGINEER DATE APR 27 2010

Conditions of Approval (if any):