| Office   | ate of New Mexico                             | Form C-103<br>October 13, 2009       |
|--|---|--------------------------------------|
| District 1 Energy, Minerals and Natural Resources 1625 N. French Dr., Hobbs, NM 88240  |   | WELL API NO.                         |
| District II 1301 W. Grand Ave., Artesia Company Coll CONSERVATION DIVISION   |   | 5. Indicate Type of Lease            |
| 1000 D. D. D. D. J. Anton NM 97410 -   |   | STATE FEE 🔀                          |
| District IV<br>1220 S. St. Francis Dr., Santa Fe, NM 87505<br>87505 Santa Fe, NM 87505   |   | 6. State Oil & Gas Lease No.         |
| 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  |   | 7. Lease Name or Unit Agreement Name |
| PROPOSALS.)  1. Type of Well: Oil Well Gas Well Other  |   | 8. Well Number                       |
| 2. Name of Operator Merit Energy Company   |   | 9. OGRID Number / 14591              |
| 3. Address of Operator 13727 Noel Rd. Suite 500 Dallas, Texas 75240  |   | 10. Pool name or Wildcat             |
| 4. Well Location   |   |                                      |
|  | om the line and                               | feet from theline NMPM County        |
| Section Towns 11. Elevation (S   | ship Range Thow whether DR, RKB, RT, GR, etc. |                                      |
|  |   |                                      |
| 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   COMMENCE DRILLING OPNS.   P AND A   DOWNHOLE COMMINGLE   CASING/CEMENT JOB   CASI |   |                                      |
| OTHER: Change Oil Transporter effective 05/01/10   |   |                                      |
| 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.  |   |                                      |
| Merit Energy Company is changing the oil transporter effective 05/01/10 to:  |   |                                      |
| Enterprise Products Company Transporter OGRID: 100347 1100 Louisiana Street Suite 1000 Houston, Texas 77002  B. Davis No. 002 API# 30-025-09463 N-34-23S-36E 330' FWL & 2310' FWL Lea Co., NM B. Davis No. 003 API# 30-025-09464 K-34-23S-36E 1650' FSL & 1650' FWL Lea Co., NM  |   |                                      |
| B. Davis Ivo. 0054 At 1# 50-025-07404. IX-54-250 50E 1050 1 0E C 1050 1 WE 200 003, 1 11   |   |                                      |
|  |   |                                      |
|  |   |                                      |
| 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 LIGHT NOON   | TITLE Regulatory Manager                      | DATE_04/15/2010                      |
| Type or print name Lynne Moon  | F-mail address: lynne moon@m                  | eritenergy.com PHONE: (972)628-1569  |
| For State Use Only   | 7   | /                                    |
| APPROVED BY: DATE 4-28-10  |   |                                      |