| Submit 1 Copy To<br>Office  | Appropriate District  | os oco Sta         | te of New Me     | xico                 | $\wedge$                              | 1 4                       | Form C-103       |  |
|---|---|--------------------|------------------|----------------------|---------------------------------------|---------------------------|------------------|--|
| District 1  | 1111  | Energy, Mir        | nerals and Natu  | ral Resources *      | HM end                                | <u>ad*</u>                | October 13, 2009 |  |
| 1625 N. French Dr<br>District II  | 1625 N. French Dr., Flobbs, NM 88240 MAY 1 8 2011               |                    |                  |                      |                                       | O.<br>30-025-28545        | , /              |  |
|   | 1301 W. Grand Avc., Artesia, NM 88210 OIL CONSERVATION DIVISION |                    |                  |                      |                                       | 5. Indicate Type of Lease |                  |  |
| District III 1220 South St. Francis Dr. 1000 Rio Brazos Rd., Aztec, NM 87410 RECEIVED Santa Fe. NM 87505  |   |                    |                  |                      | STATE FEE 🗸 🦯                         |                           |                  |  |
| District IV<br>1220 S. St. Francis Dr., Santa Fe, NM  |   |                    |                  |                      | 6. State Oil & Gas Lease No.          |                           |                  |  |
| 87505   |   |                    |                  |                      |                                       | REVISED CI                |                  |  |
| SUNDRY NOTICES AND REPORTS ON WELLS  (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A                                    |   |                    |                  |                      | 7. Lease Nam                          | ie or Unit Agr            | reement Name     |  |
| DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH   |   |                    |                  |                      |                                       | BESS                      |                  |  |
| PROPOSALS.)  I. Type of Well: Oil Well  Gas Well  Other   |   |                    |                  |                      | 8. Well Num                           | ber                       | 2 /              |  |
| 2. Name of Operator JAY MANAGEMENT CO., LLC   |   |                    |                  |                      | 9. OGRID N                            | umber                     | 247692           |  |
| 3. Address of Operator  |   |                    |                  |                      | 10. Pool nam                          |                           |                  |  |
| 2425 W LOOP SOUTH-STE 810; HOUSTON, TX; 77027   |   |                    |                  |                      |                                       | Y PERMO PEN               | IN NORTH         |  |
| 4. Well Locati  |   | 660 feet fro       | m the NORT       | H 1:                 | 660 fact                              | Garantes                  | EAST line        |  |
| Unit L<br>Section   |   | feet fro<br>Townsl |                  | n line and 33E       | NMPM                                  | from the<br>County        | LEA LEA          |  |
| Section   | **  |                    |                  | , RKB, RT, GR, etc.) |                                       | County                    | ELA              |  |
|   |   |                    | KB 4269'         |                      |                                       |                           |                  |  |
|   |   |                    |                  |                      |                                       |                           |                  |  |
|   | 12. Check Ap  | propriate Box      | to Indicate N    | ature of Notice,     | Report or Otl                         | her Data                  |                  |  |
| •   | NOTICE OF INTI  | ENTION TO:         |                  | l SUBS               | SEQUENT                               | REPORT (                  | OF:              |  |
| PERFORM RE  | PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WORL            |                    |                  |                      |                                       | _                         | IG CASING 🔲      |  |
| TEMPORARILY ABANDON  CHANGE PLANS  COMMENCE DRI   |   |                    |                  |                      |                                       | PANDA                     |                  |  |
| PULL OR ALTE  |   | MULTIPLE COM       | PL []            | CASING/CEMENT        | JOB [                                 | J                         |                  |  |
| DOWNTOLL  | _   | TA CTATUS          |                  |                      |                                       |                           |                  |  |
| OTHER:  | PERFORM MIT TO  |                    | $\checkmark$     | 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 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion. |   |                    |                  |                      |                                       |                           |                  |  |
| Original plan was to re-enter well, remove all equipment found, and pressure test casing in order to TA well.                                       |   |                    |                  |                      |                                       |                           |                  |  |
| 2. During initial work - it was found that the original recorded perfs of 10,67- 688' are plugged by the previous operator and that perfs           |   |                    |                  |                      |                                       |                           |                  |  |
| from 9276 - 85' are open. This information was found on a field print log found in the on-site field office.  |   |                    |                  |                      |                                       |                           |                  |  |
| 3. Current plan is to set a RBP at 9200 and test the casing to surface to OCD specifications.   |   |                    |                  |                      |                                       |                           |                  |  |
| 3. Current plant is to set a Rest at 9200 and test the easing to surface to OCD specifications.   |   |                    |                  |                      |                                       |                           |                  |  |
|   |   | =                  |                  |                      |                                       |                           |                  |  |
| Condition of Approval: Notify OCD Hobbs   |   |                    |                  |                      |                                       |                           |                  |  |
| office 24 hours prior to running MIT Test & Chart   |   |                    |                  |                      |                                       |                           |                  |  |
|   |   |                    |                  | •                    | out a onari                           |                           |                  |  |
|   |   |                    |                  |                      |                                       |                           |                  |  |
|   | 12.25.475.0011  |                    |                  |                      |                                       |                           |                  |  |
| Spud Date:  | 13-MAY-2011   |                    | Rig Release Da   | ite:                 |                                       |                           |                  |  |
|   |   |                    |                  |                      | ***                                   |                           |                  |  |
| I hereby certify t  | hat the information abo   | ove is true and co | omplete to the b | est of my knowledge  | and belief.                           |                           |                  |  |
|   |   |                    | · •              | , ,                  |                                       |                           |                  |  |
| SIGNATURE_  | Ind Dro   | muel,              | TITLE SE         | NIOR OPERATIONS      | ENGINEER                              | DATE                      | 18-MAY-2011      |  |
| T   | me KIRK BROU  | ISSARD             |                  |                      | · · · · · · · · · · · · · · · · · · · |                           | 713/456-7802     |  |
| Type or print nar For State Use O   |   | 7                  | _ E-mail address | S:                   |                                       | PHONE:                    |                  |  |
| S USL (   | -5/X/   |                    |                  |                      | •                                     |                           |                  |  |
| APPROVED BY   |   | ale                | TITLE            | AH MAZ               |                                       | DATE 5                    | 19-2011          |  |
| Conditions of Ap  | provat (vrany):   | •                  |                  |                      |                                       | _ ·                       | ٠ ٤              |  |
|   |   |                    |                  |                      |                                       |                           |                  |  |