

Submit 3 Copies To Appropriate District Office
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

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. 30-015-34027
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. VO5751-1
7. Lease Name or Unit Agreement Name Midnight 13 State Com
8. Well Number 1
9. OGRID Number 158898
10. Pool name or Wildcat Pecos River; Morrow 97375

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
Ameristate Exploration, LLC

3. Address of Operator
111 Congress Ave, Suite 2700, Austin, Texas 78701

4. Well Location

Unit Letter D: 660 feet from the North line and 950 feet from the West line

Section 13 Township 16-S Range 26-E NMPM Eddy County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3,387' GL

Pit or Below-grade Tank Application ☐ or Closure ☐

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:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐
PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐

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.

NOTE TO FILE:

- 1) This is the sixth report submitted by Ameristate Exploration as successor operator to V-F Petroleum.
- 2) Ameristate has procured a rig capable of drilling to total depth and expects to begin drilling within in seven days from date of this form to TD.
- 3) Ameristate has paid state rental extending lease from April 1, 2006 – April 1, 2007.

(SEE ATTACHED FOR WORK DESCRIPTION)

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 Michael Arguijo TITLE Vice President – Operations DATE May 02, 2006

Type or print name: Michael Arguijo E-mail address: m.arguijo@mdtrn.com Telephone No.: 512.391.0300

For State Use Only

APPROVED BY: FOR RECORDS ONLY TITLE _____ DATE MAY 08 2006

Conditions of Approval (if any):

ATTACHED TO THAT C-103 FORM DATED MAY 02, 2006, FOR THE AMERISTATE EXPLORATION, LLC, MIDNIGHT 13 STATE COM NO. 1 WELL, EDDY COUNTY, NEW MEXICO.

03/31/05 MI Auger Air Drilling & Mfg., Inc., drilling machine. Spud well 11:30 p.m. 03/31/05. Continued drilling conductor hole past midnight. Drilled to depth of 20'. RD Auger Air. WORT.

04/18/05 MI Auger Air drlg machine. Resumed drlg 5:00 p.m. MST. Deepened hole from depth of 20' to 25'. RD Auger Air. WORT.

05/06/05 MI Auger Air drlg machine. Resumed drlg 7:00 p.m. MST. Deepened hole from depth of 25' to 30'. RD Auger Air. WORT.

05/24/05 MI Auger Air drlg machine. Resumed drlg 8:30 p.m. MST. Deepened hole from depth of 30' to 35'. RD Auger Air. WORT.

06/11/05 MI Auger Air drlg machine. Resumed drlg 2:00 p.m. MST. Deepened hole from depth of 35' to 40'. RD Auger Air. WORT.

06/29/05 MI Auger Air drlg machine. Resumed drlg 4:30 p.m. MST. Deepened hole from depth of 40' to 45'. RD Auger Air. WORT.

07/17/05 MI Auger Air drlg machine. Resumed drlg 6:30 p.m. MST. Deepened hole from depth of 45' to 50'. RD Auger Air. WORT.

08/05/05 MI Auger Air drlg machine. Resumed drlg 7:00 p.m. MST. Deepened hole from depth of 50' to 52'. RD Auger Air. WORT.

08/23/05 MI Auger Air drlg machine. Resumed drlg 1:00 p.m. MST. Deepened hole from depth of 52' to 54'. RD Auger Air. WORT.

09/10/05 MI Ace Rat Hole Service, Inc., drlg machine. Resumed drlg 7:00 p.m. MST. Deepened hole from depth of 54' to 56'. RD Ace Rat Hole. WORT.

09/28/05 MI Ace Rat Hole Service, Inc., drlg machine. Resumed drlg 4:30 p.m. MST. Deepened hole from depth of 56' to 58'. RD Ace Rat Hole. WORT.

10/17/05 MI Ace Rat Hole Service, Inc., drlg machine. Resumed drlg 7:00 p.m. MST. Deepened hole from depth of 58' to 60'. RD Ace Rat Hole. WORT.

11/03/05 MI Ace Rat Hole Service, Inc., drlg machine. Resumed drlg 11:00 a.m. MST. Deepened hole from depth of 60' to 62'. RD Ace Rat Hole. WORT.

11/21/05 MI Ace Rat Hole Service, Inc., drlg machine. Resumed drlg 11:30 a.m. MST. Deepened hole from depth of 62' to 64'. RD Ace Rat Hole. WORT.

12/09/05 MI Ace Rat Hole Service, Inc., drlg machine. Resumed drlg 2:00 p.m. MST. Deepened hole from depth of 64' to 66'. RD Ace Rat Hole. WORT.

12/27/05 MI Ace Rat Hole Service, Inc., drlg machine. Resumed drlg 12:45 p.m. MST. Deepened hole from depth of 66' to 68'. RD Ace Rat Hole. WORT.

01/13/06 MI Ace Rat Hole Service, Inc., drlg machine. Resumed drlg 9:45 a.m. MST. Deepened hole from depth of 68' to 70'. RD Ace Rat Hole. WORT.

01/31/06 MI Ace Rat Hole Service, Inc., drlg machine. Resumed drlg 10 a.m. MST. Deepened hole from depth of 70' to 72'. RD Ace Rat Hole. WORT.

02/18/06 MI Ace Rat Hole Service, Inc., drlg machine. Resumed drlg 4 p.m. MST. Deepened hole from depth of 72' to 74'. RD Ace Rat Hole. WORT.

03/08/06 MI Ace Rat Hole Service, Inc., drlg machine. Resumed drlg 9:45 a.m. MST. Deepened hole from depth of 74' to 76'. RD Ace Rat Hole. WORT.

03/26/06 MI Ace Rat Hole Service, Inc., drlg machine. Resumed drlg 10:30 a.m. MST. Deepened hole from depth of 76' to 78". RD Ace Rat Hole. WORT.

04/13/06 MI Ace Rat Hole Service, Inc., drlg machine. Resumed drlg 1:30 p.m. MST. Deepened hole from depth of 78' to 80'. RD Ace Rat Hole. WORT.

04/29/06 MI Ace Rat Hole Service, Inc., drlg Machine. Resumed drlg 10:00 a.m. MST. Set 40' of conductor pipe and drilled out. RD Ace Rat Hole. WORT. Expect to be drilling to TD within seven days from date of this notice.

2000 S Dal Paso
Ace Rat-hole
P.O. Box 126
Hobbs New Mexico 88241
E mail eddiewarren@valornet.com

Ace Rat-hole
Service, LTD
505-393-6141
Fax 505-393-4134



FAX

To: AMERISTATE EXPL. From: ACE RATHOLE SER.

Fax: 512-391-0301 Pages/ Including cover 3

Phone# 505-393-6141 Date: 5-1-06

Re: SPUD REPORT CC: _____

☐ Urgent ☐ For Review ☐ Please Comment ☐ Please Reply

Comments: Thanks

Wayne Morgan

CALL US AGAIN WE ALSO DO

REGULAR RATHOLE JOBS

Please call if all pages not received.



P.O. Box 128 • 2000 S. Dal Paso • Hobbs, New Mexico 88241

Phone (505) 393-6141 • Fax (505) 393-4134

Main Office (325) 676-3141 • Fax (325) 673-8904

Allene, Texas

Wayne Morgan - Cell (505) 831-9289

Eddie Warren - Cell (325) 338-3110

Operator AMERISTATE Date 4-29-06Drill Contractor & Rig # PATT #55

Tool Pusher _____ Ph. # _____

County and State EDDY CO. N.MEXLocation Name MIDNITE ST. Corn #1RH-Depth & Size 12 1/4'MH-Depth & Size 12 1/4'SH-Depth & Size 40' of 26"

Drain Hole & Location _____

Anchors _____

Pipe Length 40'Pipe Size 20" PIPE

Pipe Haul (Miles) _____

Rig Hours _____

Rig Miles MICHAEL ARGUETODirt Contractor 512-391-0300 EXT 32Company Man FRANCIS GAVILPhone Number 361-813-8799

Location Ready By _____ Move Date _____

Rathole Operator & Hand _____

Directions RIVERSIDE GO N ON GARR RCH RD.TO END OF BLK TOP FOLLOW NEW RDTO LOC.

RH 8'9" AH. 7'10 1/2 36' 8°

MH. 5'2" AH. 20' 3 1/2°
