District I 1625 N. French Dr., Hobbs, NM 88240 District II 811 S. First St., Artesia, NM 88210

State of New Mexico Energy, Minerals & Natural Resources Form C-104 Revised August 1, 2011

<u>District III</u>
1000 Rio Brazos Rd., Aztec, NM 87410
<u>District IV</u>
1220 S. St. Francis Dr., Santa Fe, NM 87505

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe. NM 87505

☐ AMENDED REPORT

Submit one copy to appropriate District Office

| | I. | REQUI | EST FO | | OWABLE . | AND AUTHOI | RIZATION | TO TRANSP | ORT | |
|---|------------|---|--------------|---------|---|---------------------------|---------------------------------|------------------------|---------------|---|
| Operator name and Address BTA Oil Producers LLC | | | | | ² OGRID Number 260297 | | | | | |
| 104 S. Pecos Midland, TX 79701 | | | | | ³ Reason for Filing Code/ Effective Date RT 01/2016 60000-bbls 34/0 | | | 0 661 | | |
| ⁴ API Numb 30 - 025-4 | 5 Po | ⁵ Pool Name Red Hills; Bone Spring, Upper Shale | | | | | ⁶ Pool Code 97900 | | | |
| ⁷ Property 0 | 8 Pr | ⁸ Property Name Rojo B 7811 JV-P | | | | 9 Well Number 1H | | A | | |
| II. 10 Sur | face Lo | cation | | | | | | 30 | | • |
| Ul or lot no. | Section 22 | Township 25S | Range 33E | Lot Idn | Feet from the 210 | North/South Line North | Feet from the 2178 | East/West line West | County Lea | |

11 Bottom Hole Location Range | Lot Idn | Feet from the | North/South Line | Feet from the Ul or lot no. Section Township East/West line County N 22 258 33E 330 South 2189 Lea lucing Meth 12 Lse Code 15 C-129 Permit Number 16 C-129 Effective Date 17 C-129 Expiration Date P Flaring

III. Oil and Gas Transporters is Transporter OGRID Transporter Name 20 O/G/W and Address Plains Marketing LP 34053 0 P.O. Box 4648 Houston, TX 77210-4648 298751 G ETC Field Services LLC 8111 Westchester Dr, Ste 600 Dallas, TX 75225 TEST ALLOWABLE EXPIRES 01/3/16

IV. Well Completion Data 21 Spud Date 22 Ready Date 23 TD 24 PBTD 25 Perforations 26 DHC, MC 13819' MD 13819' MD 8850-13819' MD 1/23/16 11/11/15 27 Hole Size 28 Casing & Tubing Size 29 Depth Set 30 Sacks Cement 13 3/8" 1195 975 17 1/2" 12 1/4" 9 5/8" 5003 1570 8 3/4" 5 1/2" 13819 2025

V. Well Test Data Test Length 32 Gas Delivery Date 33 Test Date 35 Tbg. Pressure 36 Csg. Pressure 31 Date New Oil 24 Hrs 40 Gas 41 Test Method 37 Choke Size 38 Oil 39 Water ⁴² I hereby certify that the rules of the Oil Conservation Division have OIL CONSERVATION DIVISION been complied with and that the information given above is true and complete to the best of my knowledge and belief. Approved by: Signature: Printed name: Petroleum Engineer Pam Inskeep Approval Date: Regulatory Administrator E-mail Address: pinskeep@btaoil.com Phone: 1/26/2016 432-682-3753

Form 3160- 5 (August, 2007)

(Instructions on page 2)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB No. 1004- 0137 Expires: July 31, 2010

5. Lease Serial No. SUNDRY NOTICES AND REPORTS ON WELLS NMNM15091 Do not use this form for proposals to drill or to re-enter an 6. If Indian, Allottee, or Tribe Name abandoned well. Use Form 3160-3 (APD) for such proposals. SUBMIT IN TRIPLICATE - Other Instructions on page 2. 7. If Unit or CA. Agreement Name and/or No. Type of Well X Oil Well Gas Well 8. Well Name and No. Other Name of Operator Rojo B 7811 JV-P #1H BTA Oil Producers LLC 9. API Well No. 3a Address 3b. Phone No. (include area code) 30-025-42897 104 S. Pecos 432-682-3753 Midland, TX 79701 10. Field and Pool, or Exploratory Area Red Hills; Upper Bone Spring Shale 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Lat. 11. County or Parish, State 210' FNL & 2178' FWL, Unit C (NENW) Sec 22-T25S-R33E Long. Lea NM 12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Notice of Intent Acidize Deepen Production (Start/Resume) Water Shut-off Altering Casing Fracture Treat Reclamation Well Integrity X Subsequent Report Casing Repair New Construction Recomplete Other **Drilling Operations** Change Plans Plug and abandon Temporarily Abandon Final Abandonment Notice Convert to Injection Plug back Water Disposal 13. Describe Proposed or Completed Operation (clearly state all pertinent details including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths or pertinent markers and sands. Attach the Bond under which the work will performed or provide the Bond No. on file with the BLM/ BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notice shall be filed only after all requirements, including reclamantion, have been completed, and the operator has determined that the site is ready for final inspection.) 11/11/15 Spud well. TD 17 1/2" hole @ 1195'. Set 13 3/8" 54.5# J-55 csg @ 1195'. Cmt w/675 sx Class C. Tailed in w/300 sx. Circ 310 sx to surface. WOC 18 hrs & test csg to 1500# for 30 mins. Good test. 11/15/15 TD 12 1/4" hole @ 5003'. Set 9 5/8" 40# J-55 csg @ 5003'. Cmt w/1320 sx Class C. Tailed in w/250 sx. Circ 527 sx to surface. WOC 18 hrs. Test csg to 1500# for 30 mins. Good test. 11/22/15 TD 8 3/4" pilot hole @ 12500'. Set 1st plug 12500-11500' w/170 sx. Set 2nd plug 11500-10500' w/185 sx. Set 3rd plug 10500-9500' w/185 sx. Set 4th plug 9500-8500' w/490 sx. WOC & tag @ 8560'. Drill out to 8854' (KOP). 12/2/15 TD 8 3/4" lateral @ 13819'. Set 5 1/2" 17# P-110 csg @ 13819'. Cmt w/800 sx Class C. Tailed in w/1225 sx. DNC. 12/6/15 Rig released.

| 14. I hereby certify that the foregoing is true and correct. Name (Printed Typed) | 7.4 | | | |
|--|---------------------------------|--|--|--|
| Pam Inskeep / | Title: Regulatory Administrator | ministrator | | |
| Signature: Sam amuna | Date: 12/22/15 | | | |
| THIS SPACE FOR FEDER | AL OR STATE OFFICE USE | | | |
| Approved by: | Title: | Date: | | |
| Conditions of approval, if any are attached. Approval of this notice does not warrant of certify that the applicant holds legal or equitable title to those rights in the subject leas which would entitle the applicant to conduct operations thereor | e Office: | Linear Section 1 | | |
| Title 18 U.S.C. Section 1001 AND Title 43 U.S.C. Section 1212, make it a crime f States any false, fictitiousor fraudulent statements or representations as to any matter within its juri | | any department or agency of the United | | |

Form 3160- 5 (August, 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR

FORM APPROVED
OMB No. 1004- 0137
Expires: July 31, 2010

| | BUREAU OF LANI | D MANAGEMENT | | Expires: July 31, 2010 | | |
|--|---|---|--|---|---|--|
| SUI | | 5. Lease Serial No. NMNM15091 6. If Indian, Allottee, or Tribe Name 7. If Unit or CA. Agreement Name and/or No. | | | | |
| Do n abano | | | | | | |
| SUBMIT IN | 7. If Uni | | | | | |
| 1. Type of Well Gas Well | Other | | 8. Well l | Name and No. | | |
| 2. Name of Operator BTA Oil Producers LLC | | | 9. API V | Rojo B 7811. | JV-P #1H | |
| 3a, Address | | | | 30-025-42897 | | |
| 104 S. Pecos Midland, TX 79701 | | 432-6 | 32-3753 10. Field | 10. Field and Pool, or Exploratory Area | | |
| 4. Location of Well (Faotage, Sec., T., R., I | M., or Survey Description) | | | Red Hills; Upper Bone Spring Shale | | |
| 210' FNL & 2178' FWL, Unit | C (NENW) Sec 22-T255 | S-R33E | Long. | nty or Parish, State Lea | NM | |
| 12. CHECK APPROPRIATE BOX | (S) TO INDICATE NATU | RE OF NOTICE, REPO | RT, OR OTHER DATA | | | |
| TYPE OF SUBMISSION | | TY | PE OF ACTION | | | |
| Notice of Intent | Acidize | Deepen | Production (Start/ Resume |) Water | Shut-off | |
| | Altering Casing | Fracture Treat | Reclamation | Well Is | ntegrity | |
| X Subsequent Report | Casing Repair | New Construction | Recomplete | X Other | | |
| | Change Plans | Plug and abandon | Temporarily Abandon | Compl | etion Operations | |
| Final Abandonment Notice | Convert to Injection | Plug back | Water Disposal | 12.0 | | |
| 13. Describe Proposed or Completed O If the proposal is to deepen direct Attach the Bond under which the w following completion of the involved testing has been completed. Final determined that the site is ready for final | tionally or recomplete horizont york will performed or provide operations. If the operation of Abandonment Notice shall be | ally, give subsurface location the Bond No. on file with results in a multiple completi | s and measured and true verti the BLM/ BIA. Required subse on or recompletion in a new i | cal depths or pertine equent reports shall l interval, a Form 316 | ent markers and sands be filed within 30 days 0-4 shall be filed once | |

12/16/15 to 1/4/16 MIRU. Test annulus to 1500#. Good test. Ran CBL. TOC @ 1970'. Set CBP @ 13790'. Test csg to 8120#. Good test. Perforate Bone Spring 9510-13765' (1008). Acdz w/82874 gal 7 1/2% acid; frac w/8313716# sand & 7743202 gal fluid.

| 14. I hereby certify that the foregoing is true and correct. | | | | |
|--|---------------------------------|--|--|--|
| Name (Printed/ Typed) | 24 | | | |
| Pam Inskeep \(\) | Title: Regulatory Administrator | | | |
| Signature: 16m In Maleur | late: 1/26/16 | | | |
| THIS SPACE FOR FEDERA | AL OR STATE OFFICE USE | | | |
| Approved by: | Title: | Date: | | |
| Conditions of approval, if any are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon. | Office: | | | |
| Title 18 U.S.C. Section 1001 AND Title 43 U.S.C. Section 1212, make it a crime for | | any department or agency of the United | | |
| States any false, fictitiousor fraudulent statements or representations as to any matter within its juris | diction. | | | |
| (Instructions on page 2) | | | | |