

State of New Mexico  
Energy, Minerals and Natural Resources Department  
Oil Conservation Division Hobbs District Office

BRADENHEAD TEST REPORT

|  |  |                                   |
|--|--|-----------------------------------|
| Operator Name<br><i>Basin Alliance LLC</i> |  | API Number<br><i>30-025-28083</i> |
| Property Name<br><i>State AJ</i>           |  | Well No.<br><i>1</i>              |

7. Surface Location

|                      |                      |                        |                     |                           |          |                          |          |                      |
|----------------------|----------------------|------------------------|---------------------|---------------------------|----------|--------------------------|----------|----------------------|
| UL - Lot<br><i>6</i> | Section<br><i>33</i> | Township<br><i>18S</i> | Range<br><i>36E</i> | Feet from<br><i>2310N</i> | N/S Line | Feet From<br><i>2310</i> | E/W Line | County<br><i>Lea</i> |
|----------------------|----------------------|------------------------|---------------------|---------------------------|----------|--------------------------|----------|----------------------|

Well Status

|                  |    |                |    |                 |            |                     |     |                          |
|------------------|----|----------------|----|-----------------|------------|---------------------|-----|--------------------------|
| TA'D WELL<br>YES | NO | SHUT-IN<br>YES | NO | INJECTOR<br>INJ | <u>SWD</u> | OIL PRODUCER<br>OIL | GAS | DATE<br><i>10/3/2014</i> |
|------------------|----|----------------|----|-----------------|------------|---------------------|-----|--------------------------|

OBSERVED DATA

|                      | (A)Surface | (B)Interm(1) | (C)Interm(2) | (D)Prod Csg | (E)Tubing     |
|----------------------|------------|--------------|--------------|-------------|---------------|
| Pressure             | -          | -            | -            | 0           | 0             |
| Flow Characteristics |            |              |              |             |               |
| Puff                 | Y / N      | Y / N        | Y / N        | Y / N       | CO2 ____      |
| Steady Flow          | Y / N      | Y / N        | Y / N        | Y / N       | WTR ____      |
| Surges               | Y / N      | Y / N        | Y / N        | Y / N       | GAS ____      |
| Down to nothing      | Y / N      | Y / N        | Y / N        | Y / N       | Type of Fluid |
| Gas or Oil           | Y / N      | Y / N        | Y / N        | Y / N       | Injected for  |
| Water                | Y / N      | Y / N        | Y / N        | Y / N       | Waterflood if |
|                      |            |              |              |             | applies.      |

Remarks - Please state for each string (A,B,C,D,E) pertinent information regarding bleed down or continuous build up if applies.

FOR RECORD ONLY

*BS 10/6/2014*

|  |                            |                           |
|--|----------------------------|---------------------------|
| Signature:   |                            | OIL CONSERVATION DIVISION |
| Printed name: <i>Lingo Naegels</i>                     |                            | Entered into RBDMS        |
| Title: <i>Safety Coordinator</i>                       |                            | Re-test                   |
| E-mail Address: <i>lnaegels@lucky-services-inc.com</i> |                            |                           |
| Date: <i>10/31/2014</i>                                | Phone: <i>575-370-8510</i> |                           |
| Witness: <i>Bill Hernandez</i>                         |                            |                           |

OCS

OCT 22 2014