

Submit 1 Copy To Appropriate District Office  
District I - (575) 393-6161  
1625 N. French Dr., Hobbs, NM 88240  
District II - (575) 748-1283  
811 S. First St., Artesia, NM 88210  
District III - (505) 334-6178  
1000 Rio Brazos Rd., Aztec, NM 87410  
District IV - (505) 476-3460  
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
Energy, Minerals and Natural Resources

Form C-103  
Revised July 18, 2013

OIL CONSERVATION DIVISION  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

|                                                                                                     |
|-----------------------------------------------------------------------------------------------------|
| WELL API NO.<br>30-015-43959                                                                        |
| 5. Indicate Type of Lease<br>STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/> |
| 6. State Oil & Gas Lease No.                                                                        |
| 7. Lease Name or Unit Agreement Name<br>BLACK RIVER 15-10 STATE COM X                               |
| 8. Well Number 4H                                                                                   |
| 9. OGRID Number<br>160825                                                                           |
| 10. Pool name or Wildcat<br>BLACK RIVER; WOLFCAMP (GAS)                                             |
| 11. Elevation (Show whether DR, RKB, RT, GR, etc.)<br>3,230''                                       |

|                                                                                                                                                                                                                       |  |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--|
| SUNDRY NOTICES AND REPORTS ON WELLS<br>(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 <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>                                                                                        |  |
| 2. Name of Operator<br>BC OPERATING, INC.                                                                                                                                                                             |  |
| 3. Address of Operator<br>P.O. BOX 50820, MIDLAND, TX 79710                                                                                                                                                           |  |
| 4. Well Location<br>Unit Letter <u>P</u> : <u>170</u> feet from the <u>SOUTH</u> line and <u>360</u> feet from the <u>EAST</u> line<br>Section <u>15</u> Township <u>24S</u> Range <u>27E</u> NMPM <u>EDDY</u> County |  |
| 11. Elevation (Show whether DR, RKB, RT, GR, etc.)<br>3,230''                                                                                                                                                         |  |

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

| NOTICE OF INTENTION TO:                        |                                           | SUBSEQUENT REPORT OF:                                 |                                          |
|------------------------------------------------|-------------------------------------------|-------------------------------------------------------|------------------------------------------|
| PERFORM REMEDIAL WORK <input type="checkbox"/> | PLUG AND ABANDON <input type="checkbox"/> | REMEDIAL WORK <input type="checkbox"/>                | ALTERING CASING <input type="checkbox"/> |
| TEMPORARILY ABANDON <input type="checkbox"/>   | CHANGE PLANS <input type="checkbox"/>     | COMMENCE DRILLING OPNS. <input type="checkbox"/>      | P AND A <input type="checkbox"/>         |
| PULL OR ALTER CASING <input type="checkbox"/>  | MULTIPLE COMPL <input type="checkbox"/>   | CASING/CEMENT JOB <input type="checkbox"/>            |                                          |
| DOWNHOLE COMMINGLE <input type="checkbox"/>    |                                           |                                                       |                                          |
| CLOSED-LOOP SYSTEM <input type="checkbox"/>    |                                           |                                                       |                                          |
| OTHER: <input type="checkbox"/>                |                                           | OTHER: COMPLETION <input checked="" type="checkbox"/> |                                          |

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.

3/5/2017 - SLEEVE OPENED AT 6,800' WHILE ATTEMPTING TO TEST CASING AT 7,000 PSI.

3/9/2017 TO 3/22/2017 - SHOOT PERFS AND FRAC WELL \* See Attached Job Summary \*

3/30/2017 - CLEAN OUT W/ COIL TUBING TO 18,078

3/31/2017 - RAN 2-7/8" TUBING IN WELL. SET @ 8,372'

- COMMENCED FLOWBACK. WELL ON PRODUCTION.

NM OIL CONSERVATION  
ARTESIA DISTRICT

MAY 19 2017

RECEIVED

Spud Date: 11/24/2016

Rig Release Date: 12/12/2016

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Sarah Presley TITLE REGULATORY ANALYST DATE 5.15.2017  
Type or print name SARAH PRESLEY E-mail address: SPRESLEY@BCOPERATING.COM PHONE: (432) 684-9696  
**For State Use Only**

APPROVED BY: [Signature] TITLE STAFF MGR DATE 5-30-17  
Conditions of Approval (if any):

| Stage | Plug    | Cluster Depth |              |         |         |
|-------|---------|---------------|--------------|---------|---------|
|       | Depth   | 1             | 2            | 3       | 4       |
| 1     | 18,118' | 18,070'       | (toe sleeve) |         |         |
| 2     | 18,050' | 18,032'       | 17,991'      | 17,945' | 17,913' |
| 3     | 17,893' | 17,878'       | 17,845'      | 17,800' | 17,767' |
| 4     | 17,736' | 17,712'       | 17,677'      | 17,638' | 17,599' |
| 5     | 17,579' | 17,559'       | 17,516'      | 17,475' | 17,442' |
| 6     | 17,422' | 17,390'       | 17,360'      | 17,324' | 17,285' |
| 7     | 17,265' | 17,245'       | 17,215'      | 17,180' | 17,135' |
| 8     | 17,108' | 17,088'       | 17,060'      | 16,978' | 16,950' |
| 9     | 16,930' | 16,905'       | 16,871'      | 16,830' | 16,800' |
| 10    | 16,783' | 16,765'       | 16,725'      | 16,695' | 16,667' |
| 11    | 16,637' | 16,617'       | 16,588'      | 16,539' | 16,510' |
| 12    | 16,490' | 16,465'       | 16,410'      | 16,375' | 16,350' |
| 13    | 16,323' | 16,294'       | 16,264'      | 16,220' | 16,186' |
| 14    | 16,166' | 16,146'       | 16,107'      | 16,075' | 16,029' |
| 15    | 16,009' | 15,989'       | 15,955'      | 15,920' | 15,880' |
| 16    | 15,852' | 15,825'       | 15,793'      | 15,745' | 15,715' |
| 17    | 15,695' | 15,675'       | 15,636'      | 15,597' | 15,558' |
| 18    | 15,538' | 15,518'       | 15,485'      | 15,440' | 15,405' |
| 19    | 15,381' | 15,361'       | 15,322'      | 15,275' | 15,244' |
| 20    | 15,224' | 15,204'       | 15,175'      | 15,126' | 15,087' |
| 21    | 15,067' | 15,047'       | 15,015'      | 14,969' | 14,935' |
| 22    | 14,910' | 14,890'       | 14,842'      | 14,812' | 14,773' |
| 23    | 14,753' | 14,733'       | 14,694'      | 14,655' | 14,616' |
| 24    | 14,596' | 14,576'       | 14,537'      | 14,498' | 14,459' |
| 25    | 14,439' | 14,415'       | 14,385'      | 14,341' | 14,302' |
| 26    | 14,282' | 14,262'       | 14,232'      | 14,202' | 14,165' |
| 27    | 14,125' | 14,105'       | 14,070'      | 14,042' | 14,005' |
| 28    | 13,968' | 13,930'       | 13,900'      | 13,870' | 13,840' |
| 29    | 13,811' | 13,795'       | 13,745'      | 13,713' | 13,683' |
| 30    | 13,654' | 13,630'       | 13,600'      | 13,556' | 13,517' |
| 31    | 13,497' | 13,477'       | 13,438'      | 13,399' | 13,360' |
| 32    | 13,340' | 13,320'       | 13,290'      | 13,248' | 13,203' |
| 33    | 13,183' | 13,150'       | 13,120'      | 13,085' | 13,046' |
| 34    | 13,026' | 13,002'       | 12,971'      | 12,930' | 12,885' |
| 35    | 12,869' | 12,849'       | 12,818'      | 12,780' | 12,740' |
| 36    | 12,712' | 12,692'       | 12,653'      | 12,605' | 12,575' |
| 37    | 12,555' | 12,535'       | 12,496'      | 12,457' | 12,418' |
| 38    | 12,398' | 12,368'       | 12,335'      | 12,290' | 12,257' |
| 39    | 12,241' | 12,221'       | 12,182'      | 12,143' | 12,104' |

# Black River 15-10 State Com #4H

# Job Summary

| Stage | Plug    | Cluster Depth |         |         |         |
|-------|---------|---------------|---------|---------|---------|
|       | Depth   | 1             | 2       | 3       | 4       |
| 40    | 12,084' | 12,064'       | 12,015' | 11,986' | 11,950' |
| 41    | 11,927' | 11,905'       | 11,868' | 11,829' | 11,786' |
| 42    | 11,770' | 11,750'       | 11,711' | 11,672' | 11,633' |
| 43    | 11,613' | 11,566'       | 11,536' | 11,506' | 11,476' |
| 44    | 11,456' | 11,436'       | 11,400' | 11,360' | 11,319' |
| 45    | 11,299' | 11,279'       | 11,235' | 11,201' | 11,170' |
| 46    | 11,142' | 11,100'       | 11,070' | 11,040' | 11,010' |
| 47    | 10,985' | 10,960'       | 10,926' | 10,887' | 10,848' |
| 48    | 10,828' | 10,800'       | 10,770' | 10,740' | 10,710' |
| 49    | 10,671' | 10,651'       | 10,620' | 10,573' | 10,534' |
| 50    | 10,514' | 10,494'       | 10,455' | 10,416' | 10,377' |
| 51    | 10,357' | 10,328'       | 10,280' | 10,250' | 10,220' |
| 52    | 10,200' | 10,180'       | 10,135' | 10,100' | 10,070' |
| 53    | 10,043' | 10,023'       | 9,984'  | 9,950'  | 9,906'  |
| 54    | 9,886'  | 9,855'        | 9,818'  | 9,788'  | 9,749'  |
| 55    | 9,729'  | 9,705'        | 9,665'  | 9,631'  | 9,592'  |

|          |                |
|----------|----------------|
| Proppant | 22,664,516 lbs |
| Acid     | 1,417 bbls     |
| Fluid    | 473,239 bbls   |
| Tubing   | 2 7/8" 8,372'  |
|          | 2 3/8" 65'     |
| Packer   | 8,450'         |