

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 fifth report submitted by Ameristate Exploration as successor operator to V-F Petroleum.
- 2) Ameristate is actively pursuing procurement of a rig capable of drilling to total depth and hopes to have rig by end of April.
- 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 NMOC guidelines ☐, a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE  TITLE Vice President – Operations DATE April 14, 2006

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

For State Use Only

FOR RECORDS ONLY

APR 24 2006

APPROVED BY: \_\_\_\_\_ TITLE \_\_\_\_\_ DATE \_\_\_\_\_

Conditions of Approval (if any):

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.



P.O. Box 126 • 2000 S. Del 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 EXPLORATION LLC Date 111 CONGRESS AVE SU 2700  
AUSTIN TEXAS 78701  
 Drill Contractor & Rig # LEASE HOLD.  
 Tool Pusher FRANCIS GAVIN Ph. # 361-813-8799  
 County and State EDDY CO N.M.  
 Location Name MIDNITE B ST. COM #1  
 RH-Depth & Size SPUDTIME 1:30AM TO 2:30PM  
 MH-Depth & Size \_\_\_\_\_  
 SH-Depth & Size EXTEND SH 20' TO 75' TO 80'  
 Drain Hole & Location \_\_\_\_\_  
 Anchors NEXT DRILL DATE 4-13-06  
 Pipe Length \_\_\_\_\_  
 Pipe Size SPUDTIME  
 Pipe Haul (Miles) FINISH  
 Rig Hours \_\_\_\_\_  
 Rig Miles FAX -512-391-0301 ATTN MICHAEL  
 Dirt Contractor \_\_\_\_\_  
 Company Man MICHAEL ARGUISO  
 Phone Number 512-391-0300 EX. 32  
 Location Ready By \_\_\_\_\_ Move Date \_\_\_\_\_  
 Rathole Operator & Hand \_\_\_\_\_  
 Directions RIVERSIDE GO N ON CARR ROK RD TO END  
OF PVENT GO N THRU 3 HAND OPEN GATES  
@ 3<sup>RD</sup> GO THRU TH GO ON MAIN RD TO 3/4  
LOC IN FIELD 100 YRDS N OF FENCE LINE