

District I
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Phone:(505) 393-6161 Fax:(505) 393-0720
District II
1301 W. Grand Ave., Artesia, NM 88210
Phone:(505) 748-1283 Fax:(505) 748-9720
District III
1000 Rio Brazos Rd., Aztec, NM 87410
Phone:(505) 334-6178 Fax:(505) 334-6170
District IV
1220 S. St Francis Dr., Santa Fe, NM 87505
Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

Form C-103
Permit 32686

SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVIOR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) 1. Type of Well: ☐		WELL API NUMBER 30-015-34849
		5. Indicate Type of Lease S
		6. State Oil & Gas Lease No.
2. Name of Operator AMERISTATE EXPLORATION, L.L.C.		7. Lease Name or Unit Agreement Name EAST MILLMAN UNIT
3. Address of Operator 111 CONGRESS AVE., STE. 2700, AUSTIN, TX 78701		8. Well Number 729
4. Well Location Unit Letter <u>C</u> : <u>1251</u> feet from the <u>N</u> line and <u>1340</u> feet from the <u>W</u> line Section <u>14</u> Township <u>19S</u> Range <u>28E</u> NMPM <u>Eddy</u> County		9. OGRID Number 158898
11. Elevation (Show whether DR, KB, BT, GR, etc.) 3438 GR.		10. Pool name or Wildcat
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 OF PLANS ☐ PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐ Other:	SUBSEQUENT REPORT OF: REMEDIAL WORK ☐ ALTER CASING ☐ COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDON ☐ CASING/CEMENT JOB ☐ Other: Drilling/Cement ☒

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.
5/14/2006- In 12 1/4" hole, ran 9 jts. 8 5/8" 24# STC set @ 396' Cmt'd w/ 300 sks Cl C 2% CaCl2, 1/4# CF, 5/10# C-41P, 1.32 yield. Circ 80 sks to surface. WOC cmt 9.5 hrs. Bumped plug. Float held. Tested csg. to 1000 psi for 30. Tested ok.
5/17/2006 - In 7 7/8" hole, ran 33 jts. 15.5#, J-55 STC set @ 1340'. Cmt't w/ 300 sks Cl C 5/10% C-37, 7/10% C-41P, 8/10% C-16A, 1.33 yield. Bumped plug - floats held. WOC 48 hrs. Tested csg to 1450 psi for 30 min. Tested ok. **5/14/2006** Spudded well.

Casing and Cement Program

Date	String	Fluid Type	Hole Size	Csg Size	Weight lb/ft	Grade	Est TOC	Dpth Set	Sacks	Yield	Class	1" Dpth	Pres Held	Pres Drop	Open Hole
05/14/06	Surf	FreshWater	12.25	8.625	24	J-55	0	396	300	1.4	C		1000	0	
06/17/06	Prod	Mud	7.875	5.5	15.5	J-55	0	1340	300	1.32	C		1450	0	

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 Electronically Signed _____ TITLE President _____ DATE 6/20/2006
Type or print name Mark Nearburg E-mail address maryd@ameristate.net Telephone No. 512-391-0300

For State Use Only:

APPROVED BY: Bryan Arrant TITLE Geologist DATE 6/20/2006 2:05:12 PM

Drilling Comments

OGRID: [158898] AMERISTATE EXPLORATION, L.L.C.

Permit Number: 32686

Permit Type: Drilling

Created By	Comment	Comment Date
MKNEARBURG	5-14-06: In 12 1/4" hole ran 9 jts 24# J-55 STC set @ 396'. Cmt'd w/300 sxs CI C 2% CaCl2, 1/4# CF, 5/10# C-41P, yield 1.32. Bumped plug, float held. Circ 80 sxs to surface. WOC 9.5 hrs. Tested csg to 1000 psi for 30 min. 5-17-06: In 7 7/8" hole ran 33 jts 15.5#, J-55 STC @ 1340'. Cmt'd w/300 sxs CI C 5/10% C-37, 7/10% C-41P, 8/10% C-16A, yield 1.33. Bumped plugs-floats held. Tested csg to 1450 psi for 30 min.	6/20/2006