

District II1301 W. Grand Ave., Artesia, NM 88210
Phone:(505) 748-1283 Fax:(505) 748-9720District III1000 Rio Brazos Rd., Aztec, NM 87410
Phone:(505) 334-6178 Fax:(505) 334-6170District IV1220 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**

WELL API NUMBER

30-015-34027

5. Indicate Type of Lease

S

6. State Oil & Gas Lease No.

7. Lease Name or Unit Agreement Name

MIDNIGHT 13 STATE COM

8. Well Number

001

9. OGRID Number

158898

10. Pool name or Wildcat

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:G

2. Name of Operator

AMERISTATE EXPLORATION, L.L.C.

3. Address of Operator

111 CONGRESS AVE., STE. 2700, AUSTIN, TX 78701

4. Well Location

Unit Letter D : 660 feet from the N line and 950 feet from the W line
Section 13 Township 16S Range 26E NMPM Eddy County

11. Elevation (Show whether DR, KB, BT, GR, etc.)

3387 GR.

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.

6-30-06: Due to problems with current Patterson rig, Ameristate has decided to rig down and bring in another rig to complete drilling operations. Current plans are to move Patterson rig off location on or about July 2, 2006 and bring in coil tubing unit on or about July 12, 2006 capable of drilling to the planned total depth of 7000'. Plans are to set 7" production casing at 6300' just above the Canyon and Cisco formations and drill out below with CTU to TD using foam as drilling fluid. **6/9/2006** 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
06/09/06	Surf	Fresh/Water	17.5	13.375	54.5	J-55	0	1435	465	1.35	Prem Plus		1000	0	
06/14/06	Int1	Mud	12.25	9.625	40	J-55	0	1435	500	1.35	Prem Plus		1500	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 6/30/2006

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 7/1/2006 9:36:47 AM