

District I
1625 N. French Dr., Hobbs, NM 88240
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 39211

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 401 CONGRESS AVE., STE. 2900 , AUSTIN , TX 78701 4. Well Location Unit Letter <u>D</u> : <u>660</u> feet from the <u>N</u> line and <u>950</u> feet from the <u>W</u> line Section <u>13</u> Township <u>16S</u> Range <u>26E</u> NMPM <u>Eddy</u> County		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																	
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 <table border="0"><tr><td>NOTICE OF INTENTION TO:</td><td>SUBSEQUENT REPORT OF:</td></tr><tr><td>PERFORM REMEDIAL WORK ☐</td><td>REMEDIAL WORK ☐</td></tr><tr><td>PLUG AND ABANDON ☐</td><td>ALTER CASING ☐</td></tr><tr><td>TEMPORARILY ABANDON ☐</td><td>COMMENCE DRILLING OPNS. ☐</td></tr><tr><td>CHANGE OF PLANS ☐</td><td>PLUG AND ABANDON ☐</td></tr><tr><td>PULL OR ALTER CASING ☐</td><td>CASING/CEMENT JOB ☐</td></tr><tr><td>MULTIPLE COMPL ☐</td><td></td></tr><tr><td>Other: _____</td><td>Other: Drilling/Cement ☒</td></tr></table>		NOTICE OF INTENTION TO:	SUBSEQUENT REPORT OF:	PERFORM REMEDIAL WORK ☐	REMEDIAL WORK ☐	PLUG AND ABANDON ☐	ALTER CASING ☐	TEMPORARILY ABANDON ☐	COMMENCE DRILLING OPNS. ☐	CHANGE OF PLANS ☐	PLUG AND ABANDON ☐	PULL OR ALTER CASING ☐	CASING/CEMENT JOB ☐	MULTIPLE COMPL ☐		Other: _____	Other: Drilling/Cement ☒
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Other: _____	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.
Submitting casing and cementing data. Please note that the surface casing is set at 425' not at 1435'. **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	FreshWater	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
07/05/06	Int2	Mud	8.75	7	26	J-55	910	6180	900	1.63	H		2000		0
10/03/06	Prod	Mud	6.125	4.5	11.6	N-80	6100	8025	250	1.6	H				

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 10/12/2006
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 10/12/2006 8:34:35 AM _____

Drilling Comments

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

Permit Number: 39211

Permit Type: Drilling

Created By	Comment	Comment Date
MKNEARBURG	Depth of the surface casing should show 425', not 1435' as show on the previous C-103.	10/6/2006