

| | | | | | |
|-----------------|------------------|--------------|-------------------|----------|-------------------|
| DATE IN 5.14.12 | SUSPENSE 5/29/12 | ENGINEER WNJ | LOGGED IN 5.14.12 | TYPE SWD | APP NO 1213550712 |
|-----------------|------------------|--------------|-------------------|----------|-------------------|

ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION

- Engineering Bureau -

1220 South St. Francis Drive, Santa Fe, NM 87505



PTG-W
3 Rivers Operating Co.
272245

State 151729 ROC SWDg #

ADMINISTRATIVE APPLICATION CHECKLIST 30-015-39771

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

Application Acronyms:

[NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication]
 [DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling]
 [PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement]
 [WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion]
 [SWD-Salt Water Disposal] [IPI-Injection Pressure Increase]
 [EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response]

- [1] TYPE OF APPLICATION - Check Those Which Apply for [A]
 [A] Location - Spacing Unit - Simultaneous Dedication
☐ NSL ☐ NSP ☐ SD
 Check One Only for [B] or [C]
 [B] Commingling - Storage - Measurement
☐ DHC ☐ CTB ☐ PLC ☐ PC ☐ OLS ☐ OLM
 [C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery
☐ WFX ☐ PMX ☒ SWD ☐ IPI ☐ EOR ☐ PPR
 [D] Other: Specify _____
- [2] NOTIFICATION REQUIRED TO: - Check Those Which Apply, or ☐ Does Not Apply
 [A] ☐ Working, Royalty or Overriding Royalty Interest Owners
 [B] ☐ Offset Operators, Leaseholders or Surface Owner
 [C] ☐ Application is One Which Requires Published Legal Notice
 [D] ☐ Notification and/or Concurrent Approval by BLM or SLO
 U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office
 [E] ☒ For all of the above, Proof of Notification or Publication is Attached, and/or,
 [F] ☐ Waivers are Attached
- [3] SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED ABOVE.

[4] CERTIFICATION: I hereby certify that the information submitted with this application for administrative approval is **accurate** and **complete** to the best of my knowledge. I also understand that **no action** will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

Billy E. Prichard

Print or Type Name

Billy E. Prichard
Signature

Agent for Three Rivers Operating Company, L.L.C.

Title

5/9/12
Date

billy@pwllc.net

e-mail Address

APPLICATION FOR AUTHORIZATION TO INJECT

- I. PURPOSE: _____ Secondary Recovery _____ Pressure Maintenance X Disposal
_____ Storage
Application qualifies for administrative approval? X Yes _____ No
- II. OPERATOR: Three Rivers Operating Company, LLC
ADDRESS: 1122 S.Capital of Texas Highway, Suite 325 Austin, TX 78746
CONTACT PARTY: Billy E. Prichard PHONE: 432-934-7680
- III. WELL DATA: Complete the data required on the reverse side of this form for each well proposed for injection.
Additional sheets may be attached if necessary.
- IV. Is this an expansion of an existing project? _____ Yes X No
If yes, give the Division order number authorizing the project: _____
- V. Attach a map that identifies all wells and leases within two miles of any proposed injection well with a one-half mile radius circle drawn around each proposed injection well. This circle identifies the well's area of review.
- VI. Attach a tabulation of data on all wells of public record within the area of review which penetrate the proposed injection zone. Such data shall include a description of each well's type, construction, date drilled, location, depth, record of completion, and a schematic of any plugged well illustrating all plugging detail.
- VII. Attach data on the proposed operation, including:
1. Proposed average and maximum daily rate and volume of fluids to be injected;
 2. Whether the system is open or closed;
 3. Proposed average and maximum injection pressure;
 4. Sources and an appropriate analysis of injection fluid and compatibility with the receiving formation if other than reinjected produced water; and,
 5. If injection is for disposal purposes into a zone not productive of oil or gas at or within one mile of the proposed well, attach a chemical analysis of the disposal zone formation water (may be measured or inferred from existing literature, studies, nearby wells, etc.).
- *VIII. Attach appropriate geologic data on the injection zone including appropriate lithologic detail, geologic name, thickness, and depth. Give the geologic name, and depth to bottom of all underground sources of drinking water (aquifers containing waters with total dissolved solids concentrations of 10,000 mg/l or less) overlying the proposed injection zone as well as any such sources known to be immediately underlying the injection interval.
- IX. Describe the proposed stimulation program, if any.
- *X. Attach appropriate logging and test data on the well. (If well logs have been filed with the Division, they need not be resubmitted).
- *XI. Attach a chemical analysis of fresh water from two or more fresh water wells (if available and producing) within one mile of any injection or disposal well showing location of wells and dates samples were taken.
- XII. Applicants for disposal wells must make an affirmative statement that they have examined available geologic and engineering data and find no evidence of open faults or any other hydrologic connection between the disposal zone and any underground sources of drinking water.
- XIII. Applicants must complete the "Proof of Notice" section on the reverse side of this form.
- XIV. Certification: I hereby certify that the information submitted with this application is true and correct to the best of my knowledge and belief.
- NAME: Billy E. Prichard TITLE: Agent for Three Rivers Operating Company, LLC
SIGNATURE: Billy E. Prichard DATE: 5/9/12
E-MAIL ADDRESS: billy@pwllc.net
- * If the information required under Sections VI, VIII, X, and XI above has been previously submitted, it need not be resubmitted. Please show the date and circumstances of the earlier submittal: _____

DISTRIBUTION: Original and one copy to Santa Fe with one copy to the appropriate District Office

Three Rivers Operating Company, L.L.C
State 151729 3ROC SWD # 9
API # 30-015-39771
2526 FSL X 1417 FWL
Unit Letter "K", Section 15, T17S, R29E
Eddy County, New Mexico

- I. The purpose of the application is seeking administrative approval to drill and utilize the State 151729 3ROC SWD #9 as a lease salt water disposal well.
- II. Operator: Three Rivers Operating Company, L.L.C.
Address: 1122 S. Capital of Texas Hwy Suite 325 Austin, TX 78746
Contact Party: Billy E. Prichard 4329347680
- III. Please see Exhibit "A" for complete well data.
- IV. This is not an expansion of an existing project.
- V. Please see Exhibit "B" for map of Area of Review.
- VI. Please see Exhibit "C" for Area of Review data.
- VII. Please see Exhibit "D" for proposed injection details.
- VIII. Please see Exhibit "E" for geological data.
- IX. Perforations would be acidized with 5000 gallons 15% NEFE
- X. Logs will be submitted after completion of drilling operations.
- XI. Please see Exhibit "F" for fresh water data.
- XII. Geological and engineering data have been examined and could find NO evidence of open faults or any other hydrologic connection between the proposed disposal zone and any underground sources of drinking water.
- XIII. Please see Exhibit "G" for Legal Notice, Proof of Notice and Proof of Publication.

Enclosed is a copy of Three Rivers Operating Company, L.L.C in-active well list and Three Rivers Operating Agreed Compliance Order.

**Three Rivers Operating Company, L.L.C
State 151729 3ROC SWD # 9
API # 30-015-39771
2526 FSL X 1417 FWL
Unit Letter "K", Section 15, T17S, R29E
Eddy County, New Mexico**

Well Data

Three Rivers has filed NMOCD Form C101, C102, C144 CLEZ to drill the above well as follows:

13 3/8" 48# casing will be set in 17 1/2" hole at 450 feet. Casing will be cemented with 375 sacks of cement. Cement will be circulated to the surface.

8 5/8" 24# casing will be set in 12 1/4" hole at 3000 feet. Casing will be cemented with 1250 sacks of cement. Cement will be circulated to the surface.

5 1/2" 17# casing will be set in 7 7/8" hole at 9450 feet. Casing will be cemented with 220 sacks of cement with an estimated cement top at 7900 feet.

Cisco/Canyon will be perforated from log analysis after completion of drilling operations. Estimated perforations 8770-9330 feet.

Attached as Exhibit "A" is the approved NMOCD forms C101, C102, C144 CLEZ for the drilling of the above well.

Exhibit "A"

District I
1625 N French Dr., Hobbs, NM 88240
Phone (575) 393-6161 Fax (575) 393-0720
District II
811 S First St., Artesia, NM 88210
Phone (575) 748-1283 Fax (575) 748-9720
District III
1000 Rio Brazos Road, Aztec, NM 87410
Phone (505) 334-6178 Fax (505) 334-6170
District IV
1220 S St Francis Dr., Santa Fe, NM 87505
Phone (505) 476-3460 Fax (505) 476-3462

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

Form C-101
Revised August 1, 2011

Permit

Amended

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE

| | | |
|--|-----------------------------------|----------------------------|
| Operator Name and Address THREE RIVERS OPERATING COMPANY, LLC 1122 S CAPITAL OF TEXAS HIGHWAY, SUITE 325 AUSTIN, TX 78746 | | OGRID Number 272295 |
| | | API Number 30-015-39771 |
| Property Code 38669 | Property Name STATE 15729 3ROC | Well No SWD 9 |

| Surface Location | | | | | | | | | |
|------------------|---------|----------|-------|---------|-----------|----------|-----------|----------|--------|
| UL - Lot | Section | Township | Range | Lot Idn | Feet from | N/S Line | Feet From | E/W Line | County |
| K | 15 | 17S | 29E | | 2526 | S | 1417 | W | EDDY |

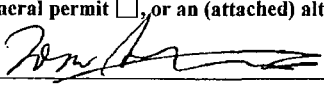
| Pool Information | |
|-------------------|-------|
| SWD, CISCO-CANYON | 96186 |

| Additional Well Information | | | | |
|-----------------------------|-------------------------|--|-----------------|-----------------------------------|
| Work Type N | Well Type S | Cable/Rotary R | Lease Type S | Ground Level Elevation 3563' |
| Multiple N | Proposed Depth 9450' | Formation CISCO/CANYON | Contractor | Spud Date 02/01/2012 |
| Depth to Ground water | | Distance from nearest fresh water well | | Distance to nearest surface water |

| Proposed Casing and Cement Program | | | | | | |
|------------------------------------|-----------|-------------|------------------|---------------|-----------------|---------------|
| Type | Hole Size | Casing Size | Casing Weight/ft | Setting Depth | Sacks of Cement | Estimated TOC |
| SURFACE | 17 1/2 | 13 3/8 | 48# | 450' | 375 | SURFACE |
| INTERMEDIATE | 12 1/4 | 8 5/8 | 24# | 3000' | 1250 | SURFACE |
| PRODUCTION | 7 7/8 | 5 1/2 | 17# | 9450' | 220 | 7900' |
| | | | | | | |
| | | | | | | |

| Casing/Cement Program: Additional Comments | |
|--|--|
| C-108 FOR DISPOSAL WELL IS BEING PREPARED AND WORK ON THIS PERMIT IS PENDING APPROVAL OF THE C-108 | |

| Proposed Blowout Prevention Program | | | |
|-------------------------------------|------------------|---------------|--------------|
| Type | Working Pressure | Test Pressure | Manufacturer |
| HYDRIL | 5000# | 5000# | N/A |

| | | | |
|--|--|--|--|
| I hereby certify that the information given above is true and complete to the best of my knowledge and belief I further certify that the drilling pit will be constructed according to NMOCD guidelines <input type="checkbox"/> , a general permit <input type="checkbox"/> , or an (attached) alternative OCD-approved plan <input type="checkbox"/> .  | | Accepted for record NMOCD 10/12/2011 OIL CONSERVATION DIVISION | |
| Printed name TOM STRATTON | | Approved By | |
| Title OPERATIONS ENGINEER | | Title | |
| E-mail Address tstratton@3mr.com | | Appro | |
| Date 12/14/11 | | EXHIBIT A | |
| Phone: 512-706-9849 | | Condit | |

DISTRICT I
1625 N. French Dr., Hobbs, NM 88240
Phone (575) 393-8161 Fax: (575) 393-0720

DISTRICT II
1901 W. Grand Avenue, Artesia, NM 88210
Phone (505) 334-6178 Fax: (505) 748-9720

DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410
Phone (505) 334-6178 Fax: (505) 748-9720

DISTRICT IV
1220 S. St. Francis Dr., Santa Fe, NM 87505
Phone (505) 476-3480 Fax: (505) 476-3482

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-102
Revised August 1, 2011

Submit one copy to appropriate
District Office

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.
Santa Fe, New Mexico 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT

☐ AMENDED REPORT

| | | |
|-----------------------------------|---|---------------------------------------|
| API Number 30-015-39771 | Pool Code 96186 | Pool Name SWD; CISCO-CANYON |
| Property Code 38669 | Property Name STATE 151 729 3.ROC | Well Number 9 SWD |
| OGRD No. 212295 | Operator Name THREE RIVERS OPERATING COMPANY, LLC | Elevation 3563' |

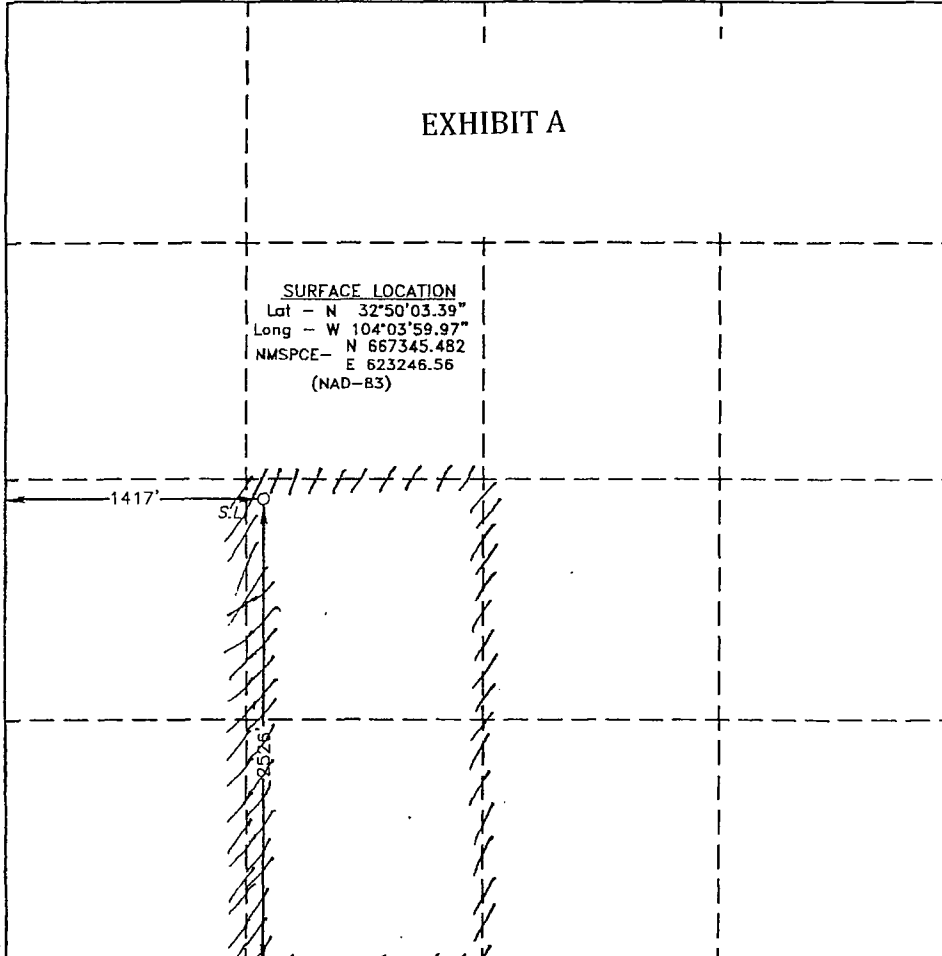
Surface Location

| UL or lot No. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
| K | 15 | 17 S | 29 E | | 2526 | SOUTH | 1417 | WEST | EDDY |

Bottom Hole Location If Different From Surface

| UL or lot No. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|-----------------|-----------------|--------------------|-----------|---------|---------------|------------------|---------------|----------------|--------|
| | | | | | | | | | |
| Dedicated Acres | Joint or Infill | Consolidation Code | Order No. | | | | | | |

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED
OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

| | |
|---|--|
| <p style="text-align: center;">EXHIBIT A</p> <p style="text-align: center;">SURFACE LOCATION Lat - N 32°50'03.39" Long - W 104°03'59.97" NMSPEC - N 667345.482 E 623246.56 (NAD-83)</p>  | <p>OPERATOR CERTIFICATION</p> <p>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.</p> <p><i>Tom Stratton</i> 12/8/11 Signature Date</p> <p>TOM STRATTON Printed Name</p> <p><i>tstratton@3rnr.com</i> Email Address</p> |
| | <p>SURVEYOR CERTIFICATION</p> <p>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</p> <p>NOV 20 2011 GARY L. JONES Date Surveyed</p> <p><i>Gary L. Jones</i> Signature & Seal of Professional Surveyor</p> |
| | <p>Certificate No. Gary L. Jones 7977</p> |
| | <p>BASIN SURVEYS 25730</p> |

District I
1625 N French Dr, Hobbs, NM 88240
District II
811 S First St, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St Francis Dr, Santa Fe, NM 87505

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

Form C-144 CLEZ
Revised August 1, 2011

For closed-loop systems that only use above ground steel tanks or haul-off bins and propose to implement waste removal for closure, submit to the appropriate NMOC District Office.

Closed-Loop System Permit or Closure Plan Application

(that only use above ground steel tanks or haul-off bins and propose to implement waste removal for closure)

Type of action: ☒ Permit ☐ Closure

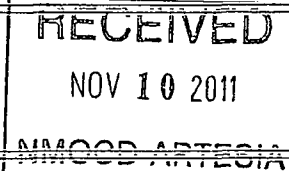
Instructions: Please submit one application (Form C-144 CLEZ) per individual closed-loop system request. For any application request other than for a closed-loop system that only use above ground steel tanks or haul-off bins and propose to implement waste removal for closure, please submit a Form C-144.

Please be advised that approval of this request does not relieve the operator of liability should operations result in pollution of surface water, ground water or the environment. Nor does approval relieve the operator of its responsibility to comply with any other applicable governmental authority's rules, regulations or ordinances.

1. Operator: **Three Rivers Operating Company, LLC** OGRID #: **272295**
Address: **1122 S. Capital of Texas Highway, Suite 325, Austin, TX 78746**
Facility or well name: **3ROC STATE 151729 #1**
API Number: **30-015-39504 39771** OCD Permit Number: **138555 212299**
U/L or Qtr/Qtr **K** Section **15** Township **17S** Range **29E** County: **EDDY**
Center of Proposed Design: Latitude **32.833561** Longitude **-104.063250** NAD: ☒ 1927 ☐ 1983
Surface Owner: ☐ Federal ☒ State ☐ Private ☐ Tribal Trust or Indian Allotment

2. **EXHIBIT A**
☒ **Closed-loop System:** Subsection H of 19.15.17.11 NMAC
Operation: ☒ Drilling a new well ☐ Workover or Drilling (Applies to activities which require
☐ Above Ground Steel Tanks or ☒ Haul-off Bins &A

3. **Signs:** Subsection C of 19.15.17.11 NMAC
☐ 12"x 24", 2" lettering, providing Operator's name, site location, and emergency telephone numbers
☒ Signed in compliance with 19.15.16.8 NMAC



4. **Closed-loop Systems Permit Application Attachment Checklist:** Subsection B of 19.15.17.9 NMAC
Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the documents are attached.
☒ Design Plan - based upon the appropriate requirements of 19.15.17.11 NMAC
☒ Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.12 NMAC
☒ Closure Plan (Please complete Box 5) - based upon the appropriate requirements of Subsection C of 19.15.17.9 NMAC and 19.15.17.13 NMAC
☐ Previously Approved Design (attach copy of design) API Number: _____
☐ Previously Approved Operating and Maintenance Plan API Number: _____

5. **Waste Removal Closure For Closed-loop Systems That Utilize Above Ground Steel Tanks or Haul-off Bins Only:** (19.15.17.13.D NMAC)
Instructions: Please identify the facility or facilities for the disposal of liquids, drilling fluids and drill cuttings. Use attachment if more than two facilities are required.
Disposal Facility Name: **CRI (CONTROLLED RECOVERY, INC.)** Disposal Facility Permit Number: **NM-01-003**
Disposal Facility Name: **SUNDANCE SERVICES, INC.** Disposal Facility Permit Number: **R-9166**
Will any of the proposed closed-loop system operations and associated activities occur on or in areas that will not be used for future service and operations?
☐ Yes (If yes, please provide the information below) ☒ No
Required for impacted areas which will not be used for future service and operations:
☐ Soil Backfill and Cover Design Specifications - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC
☐ Re-vegetation Plan - based upon the appropriate requirements of Subsection I of 19.15.17.13 NMAC
☐ Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19.15.17.13 NMAC

6. **Operator Application Certification:**
I hereby certify that the information submitted with this application is true, accurate and complete to the best of my knowledge and belief.
Name (Print): **M. W. DANIEL** Title: **OPERATIONS ENGINEER**
Signature: Date: **10/28/11**
e-mail address: **mdaniel@3rnr.com** Telephone: **512-706-9850**

7. **OCD Approval:** ☒ Permit Application (including closure plan) ☐ Closure Plan (only)

OCD Representative Signature: _____

Approval Date: 12/21/2011

Title: _____

OCD Permit Number: 212299

8. **Closure Report (required within 60 days of closure completion):** Subsection K of 19.15.17.13 NMAC

Instructions: Operators are required to obtain an approved closure plan prior to implementing any closure activities and submitting the closure report. The closure report is required to be submitted to the division within 60 days of the completion of the closure activities. Please do not complete this section of the form until an approved closure plan has been obtained and the closure activities have been completed.

☐ Closure Completion Date: _____

9. **Closure Report Regarding Waste Removal Closure For Closed-loop Systems That Utilize Above Ground Steel Tanks or Haul-off Bins Only:**

Instructions: Please indentify the facility or facilities for where the liquids, drilling fluids and drill cuttings were disposed. Use attachment if more than two facilities were utilized.

Disposal Facility Name: _____ Disposal Facility Permit Number: _____

Disposal Facility Name: _____ Disposal Facility Permit Number: _____

Were the closed-loop system operations and associated activities performed on or in areas that *will not* be used for future service and operations?

☐ Yes (If yes, please demonstrate compliance to the items below) ☐ No

Required for impacted areas which will not be used for future service and operations:

☐ Site Reclamation (Photo Documentation)

☐ Soil Backfilling and Cover Installation

☐ Re-vegetation Application Rates and Seeding Technique

10.

Operator Closure Certification:

I hereby certify that the information and attachments submitted with this closure report is true, accurate and complete to the best of my knowledge and belief. I also certify that the closure complies with all applicable closure requirements and conditions specified in the approved closure plan.

Name (Print): _____ Title: _____

Signature: _____ Date: _____

e-mail address: _____ Telephone: _____

EXHIBIT A

THREE RIVERS OPERATING COMPANY, LLC

3ROC State 151729 #1

30-015-39771

Closed Loop System

Operating and Maintenance Procedures

and

Closure Plan

Operating Procedures

Three Rivers Operating Company will utilize a closed loop system to collect and process drilling fluids and solids generated during drilling operations on the 3ROC State 151729 #1. This system (see Figure 1) will be monitored, serviced, and maintained 24 hours daily by Rig Personnel. All liquids and solids will be contained in steel vessels.

Drilling fluids will be recycled and reused on location or stored for utilization on subsequent wells. Surplus fluids will be transported to an approved Disposal Site.

Solids will be separated from the drilling fluids and transferred to transport containers. The containers will be trucked to an approved Disposal Site for solids disposal.

No hazardous materials will be discharged into the Closed Loop System.

Closure Plan

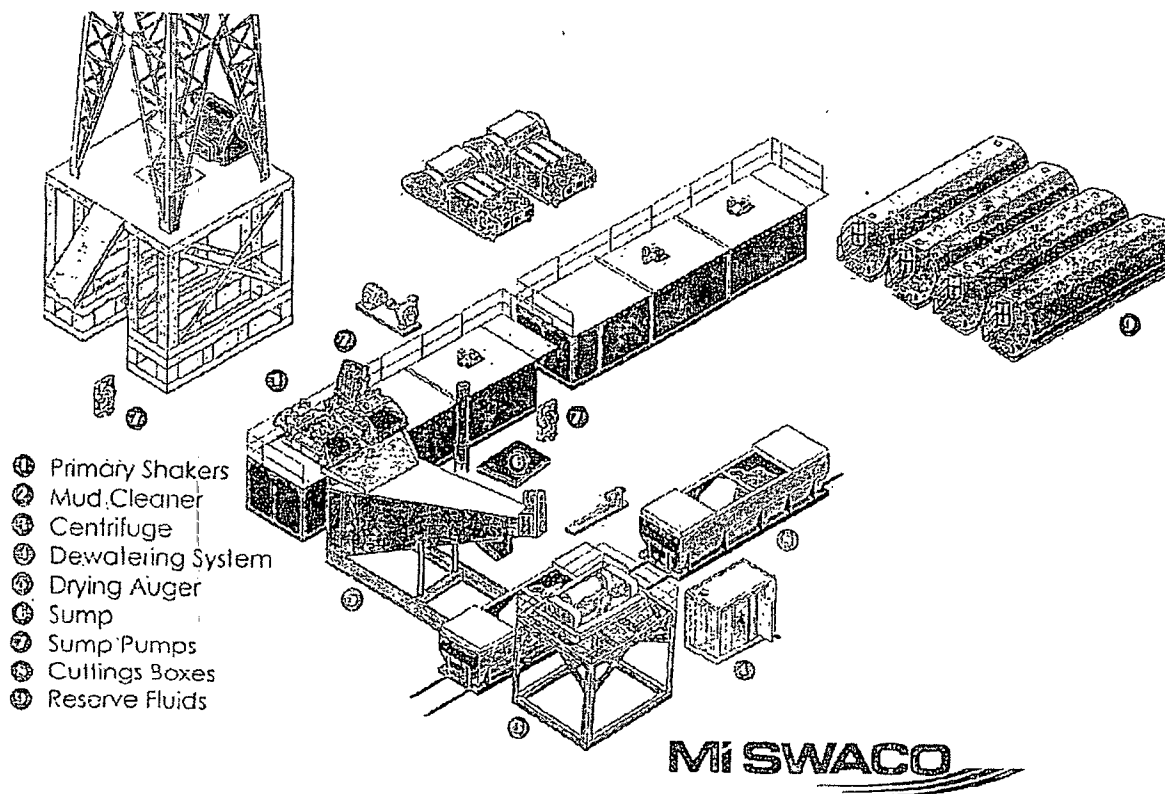
Upon the conclusion of drilling operations, the closed loop system will be removed from the well site. Upon completion of testing and facility installation operations, the location pad size will be reduced to the minimum allowed for safe and efficient operation. Stockpiled surface materials will be utilized to restore the location to as original condition as feasible.

FIGURE 1
CLOSED LOOP SYSTEM

Three Rivers Operating Company, LLC

3ROC State 151729 #1

EXHIBIT A



Note: Exact equipment and layout configuration may vary dependent upon Rig utilized and Vendor availability.



GEOLOGICAL PROGNOSIS & AFE REQUEST

By: Travis Kinley
Date: 11/2/11

| | | | | | |
|--|----------------------------------|-------------------------------------|--|------------------|---------------------|
| Well Name: | State 151729 3ROC SWD # 9 | AFE #: | 11365 | API #: | 30-015-39771 |
| | | | | OGRID: | Lease#: |
| Field / Prospect Area: | Empire Yeso Area | Eddy County, NM | | | |
| Location (NAD 27): | 2526' FSL & 1417' FWL | Section: | 15 | Township: | 17 S |
| US State Plane NAD27 | Lon.: | -104.0661797 | Range: | 29E | |
| New Mexico East 3001 | Lat: | 32.834175 | | | |
| Proposed Total Depth: | 9,450' (MD) | Target Formation: | Cisco | | |
| Closest Producing Well: | CONOCO STATE-1 | API#: 3001520715 | THREE RIVERS OPERATING COMPANY LL | | |
| Well Type: | Vertical | Salt Water Disposal/Injector | | | |
| Ownership/Lease Type: | | | | | |
| Special Attn. (potash, enviro, etc.): | | | | | |
| Engineering Progs Needed: | | | | | |
| (see Lease Type) | | | | | |

Mud Logging **NONE**

EXHIBIT A

Open Hole Logging **TBD**

Contact information

Porosity logs Cased-Hole, Gamma Ray-Neutron Depths: TD-3500'

Resistivity logs

Other Logs

**** Call Primary contact's (Travis Kinley) cell upon arrival on location**

**** Digital Data:** email PDF, TIFF & LAS files to: tkinley@3rnr.com bsmith@3rnr.com

**** 3 Field prints (1 to Company Man & 2 to Synthia Prescott)**

**** 2 Final prints & CD to Travis Kinley**

| | | | |
|------------------------|--|--------------------------|--|
| Primary Contact | Travis Kinley | Secondary Contact | Barry Smith |
| Office | 512-706-9845 | Office | 512-600-3184 |
| Cell | 817-437-3857 | Cell | 214-226-9955 |
| | tkinley@3rnr.com | | bsmith@3rnr.com |

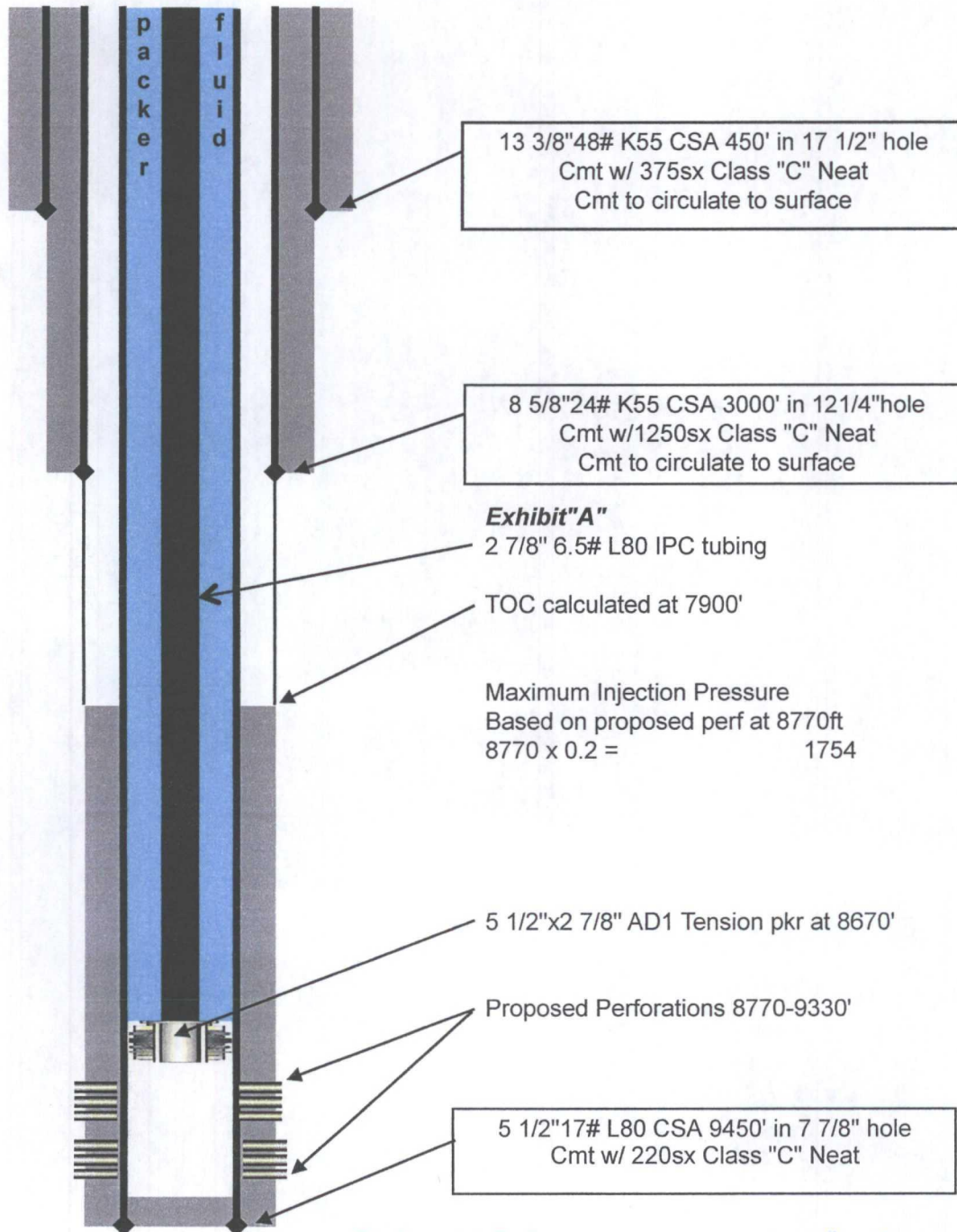
| | | | |
|-----------------------------------|-----------------------|------------|------------------------|
| Anticipated Formation Tops | Est. KB 3,575' | TVD | Expected Fluids |
| Rustler | | 120' | water |
| Yates | | 935' | oil |
| Seven Rivers | | 1,190' | oil |
| Queen | | 1,770' | oil |
| Grayburg | | 2,265' | oil |
| San Andres | | 2,465' | oil |
| Top Yeso (Glorietta) | | 3,905' | oil |
| Blaine | | 4,493' | oil |
| Tubb | | 5,428' | oil |
| Abo | | 6,089' | oil |
| Wolfcamp | | 7,390' | oil/gas |
| Cisco | | 8,125' | Water |
| TD | | 9,450' | |

Mail Paper Copies Open hole & Mudlogs To:

Travis Kinley
Three Rivers Operating Co.
1122 S. Capital of Texas Hwy., Suite 325
Austin, TX 78746

Synthia Prescott
Three Rivers Operating Co.
10716 Hwy. 191, Suite 9
Midland, TX 79707

Three Rivers Operating Company, LLC
State 151729 3ROC SWD # 9
API # 30-015-39771
2526 FSL X 1417 FWL
Unit Letter "K", Sec 15, T17S, R29E
Eddy County, New Mexico
Proposed Well Diagram

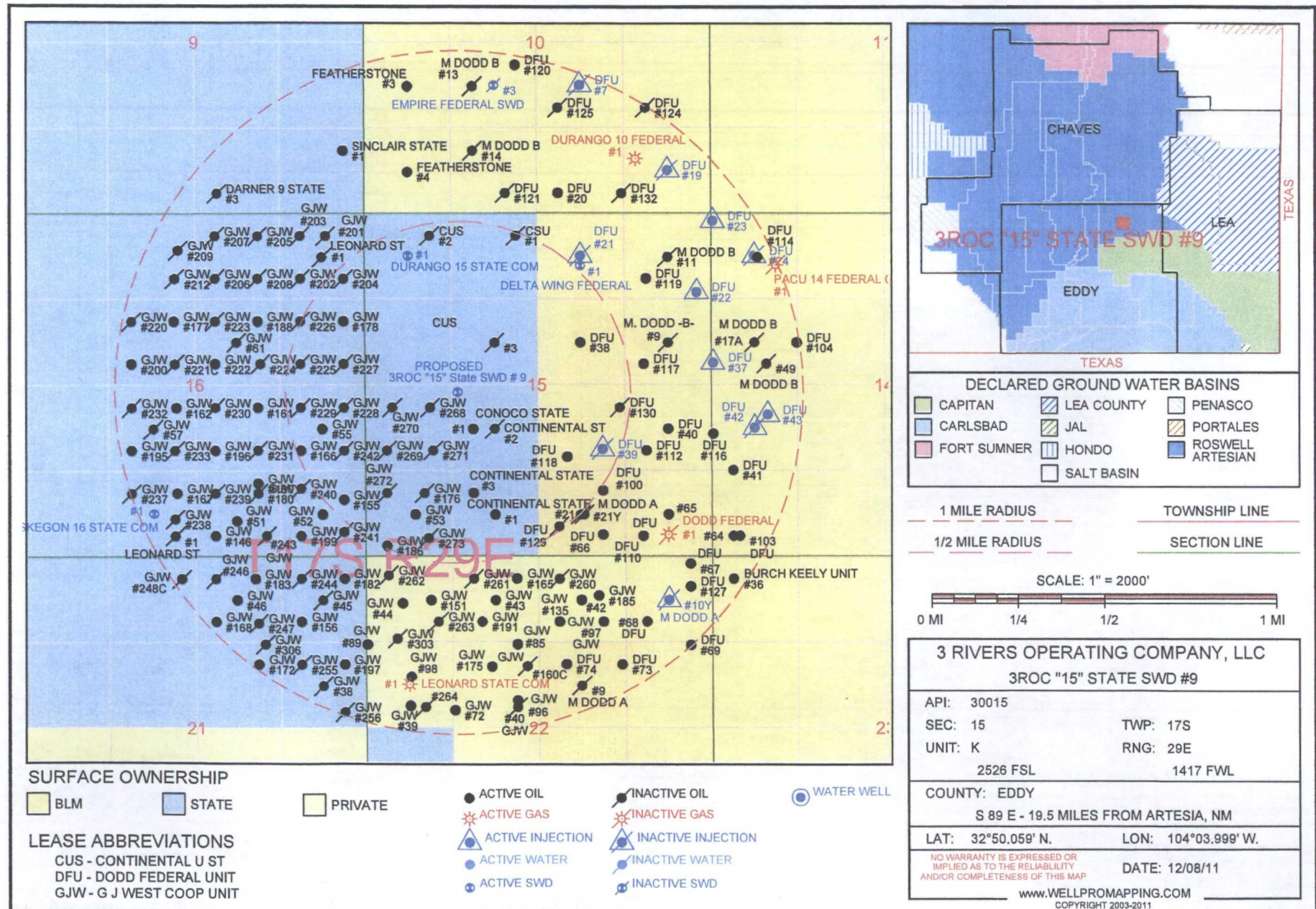


BEP

Drawing not to Scale

www.pwllc.net

Exhibit "B"



| | RAD | API | OPERATOR | LEASE | # | T | TWN | RNG | SEC | UNT | TVD | L | S |
|----|------|------------|------------|--------------------|-----|---|-----|-----|-----|-----|-------|---|---|
| | | 30015????? | 3 RIVERS | | 9 | S | 17S | 29E | 15 | K | NA | - | N |
| 1 | 474 | 3001537293 | COG | G J WEST COOP UNIT | 268 | O | 17S | 29E | 15 | L | 5508 | S | N |
| 2 | 597 | 3001520715 | 3 RIVERS | CONOCO ST | 1 | O | 17S | 29E | 15 | K | 11110 | S | A |
| 3 | 791 | 3001502985 | CURTIS&NIX | CONTINENTAL ST | 2 | O | 17S | 29E | 15 | K | 2510 | S | P |
| 4 | 955 | 3001537572 | COG | G J WEST COOP UNIT | 271 | O | 17S | 29E | 15 | L | 5536 | S | N |
| 5 | 972 | 3001520161 | SUN | CONTINENTAL U ST | 3 | O | 17S | 29E | 15 | F | 2700 | S | P |
| 6 | 1023 | 3001537440 | COG | G J WEST COOP UNIT | 270 | O | 17S | 29E | 15 | L | 5576 | S | N |
| 7 | 1394 | 3001536792 | COG | G J WEST COOP UNIT | 269 | O | 17S | 29E | 15 | L | 5500 | S | N |
| 8 | 1555 | 3001524520 | COG | CONTINENTAL ST | 3 | O | 17S | 29E | 15 | N | 3455 | S | A |
| 9 | 1619 | 3001535923 | COG | G J WEST COOP UNIT | 176 | O | 17S | 29E | 15 | M | 5555 | S | N |
| 10 | 1760 | 3001536791 | COG | G J WEST COOP UNIT | 228 | O | 17S | 29E | 16 | I | 5492 | S | N |
| 11 | 1809 | 3001537568 | COG | G J WEST COOP UNIT | 227 | O | 17S | 29E | 16 | H | 5576 | S | N |
| 12 | 1879 | 3001537573 | COG | G J WEST COOP UNIT | 272 | O | 17S | 29E | 15 | M | 5475 | S | N |
| 13 | 1940 | 3001535459 | COG | DODD FED UNIT | 118 | O | 17S | 29E | 15 | J | 4480 | F | A |
| 14 | 1954 | 3001502984 | COG | CONTINENTAL ST | 1 | O | 17S | 29E | 15 | N | 3253 | S | A |
| 15 | 1955 | 3001537561 | COG | G J WEST COOP UNIT | 242 | O | 17S | 29E | 16 | I | 5532 | S | N |
| 16 | 1977 | 3001510796 | COG | G J WEST COOP UNIT | 53 | O | 17S | 29E | 15 | M | 2900 | S | A |
| 17 | 2038 | 3001520079 | COG | DODD FED UNIT | 38 | O | 17S | 29E | 15 | G | 2700 | F | A |
| 18 | 2075 | 3001535985 | COG | G J WEST COOP UNIT | 178 | O | 17S | 29E | 16 | H | 5482 | S | A |
| 19 | 2149 | 3001510819 | COG | G J WEST COOP UNIT | 55 | O | 17S | 29E | 16 | I | 2770 | S | A |
| 20 | 2238 | 3001531557 | COG | DURANGO 15 ST COM | 1 | S | 17S | 29E | 15 | D | 10900 | S | A |
| 21 | 2272 | 3001537574 | COG | G J WEST COOP UNIT | 273 | O | 17S | 29E | 15 | M | 5560 | S | N |
| 22 | 2382 | 3001502989 | MARBOB | DODD FED UNIT | 39 | I | 17S | 29E | 15 | J | 3282 | F | P |
| 23 | 2394 | 3001535577 | COG | G J WEST COOP UNIT | 155 | O | 17S | 29E | 16 | P | 5737 | S | A |
| 24 | 2420 | 3001537071 | COG | G J WEST COOP UNIT | 229 | O | 17S | 29E | 16 | I | 5505 | S | N |
| 25 | 2455 | 3001536799 | COG | G J WEST COOP UNIT | 225 | O | 17S | 29E | 16 | H | 5580 | S | N |
| 26 | 2474 | 3001502983 | SUN | CONTINENTAL U ST | 2 | O | 17S | 29E | 15 | D | 2618 | S | P |
| 27 | 2483 | 3001536267 | COG | DODD FED UNIT | 130 | O | 17S | 29E | 15 | J | 999 | F | N |
| 28 | 2492 | 3001537288 | COG | G J WEST COOP UNIT | 204 | O | 17S | 29E | 16 | A | 5510 | S | N |
| 29 | 2565 | 3001535718 | COG | G J WEST COOP UNIT | 166 | O | 17S | 29E | 16 | I | 5459 | S | A |
| 30 | 2573 | 3001537091 | COG | DODD FED UNIT | 129 | O | 17S | 29E | 15 | O | 5000 | F | N |
| 31 | 2585 | 3001536198 | COG | G J WEST COOP UNIT | 186 | O | 17S | 29E | 15 | M | 5454 | S | A |
| 32 | 2595 | 3001502982 | SUN | CONTINENTAL ST U | 1 | O | 17S | 29E | 15 | C | 2689 | S | P |
| 33 | 2650 | 3001502990 | SUN | M DODD A | 21 | O | 17S | 29E | 15 | O | NA | - | P |

Exhibit "C"

D
Wells penetrate disposal zone

D
Wells in 0.5 mile AOR

RAD = Radius
= Well Number
T = Well Type
UNT = Unit Letter
L = Lease
S = Status

SWP-809-8900
5770-8900

2188

| | RAD | API | OPERATOR | LEASE | # | T | TWN | RNG | SEC | UNT | TVD | L | S |
|----|------|------------|----------|--------------------|------|---|-----|-----|-----|-----|-------|---|---|
| 34 | 2659 | 3001537229 | COG | G J WEST COOP UNIT | 226 | O | 17S | 29E | 16 | H | 5472 | S | N |
| 35 | 2675 | 3001534560 | COG | DODD FED UNIT | 100 | O | 17S | 29E | 15 | O | 4500 | F | A |
| 36 | 2688 | 3001502991 | MARBOB | M DODD A | 21Y | O | 17S | 29E | 15 | O | NA | F | P |
| 37 | 2711 | 3001526309 | COG | DELTA WING FED | 1 | S | 17S | 29E | 15 | B | 10950 | F | A |
| 38 | 2759 | 3001536935 | COG | G J WEST COOP UNIT | 241 | O | 17S | 29E | 16 | P | NA | S | N |
| 39 | 2794 | 3001502996 | COG | G J WEST COOP UNIT | 52 | O | 17S | 29E | 16 | P | NA | S | A |
| 40 | 2821 | 3001537562 | COG | G J WEST COOP UNIT | 240 | O | 17S | 29E | 16 | P | NA | S | N |
| 41 | 2821 | 3001502994 | MARBOB | DODD FED UNIT | 21 | I | 17S | 29E | 15 | B | NA | F | P |
| 42 | 2867 | 3001537072 | COG | G J WEST COOP UNIT | 261 | O | 17S | 29E | 22 | C | 3972 | S | N |
| 43 | 2875 | 3001535457 | COG | DODD FED UNIT | 117 | O | 17S | 29E | 15 | H | 4480 | F | A |
| 44 | 2961 | 3001502999 | YATES | LEONARD ST | 1 | O | 17S | 29E | 16 | A | NA | S | P |
| 45 | 2996 | 3001536790 | COG | G J WEST COOP UNIT | 202 | O | 17S | 29E | 16 | A | NA | S | N |
| 46 | 2997 | 3001535655 | COG | G J WEST COOP UNIT | 165 | O | 17S | 29E | 22 | C | 5622 | S | A |
| 47 | 3000 | 3001536991 | COG | G J WEST COOP UNIT | 262 | O | 17S | 29E | 22 | D | 5500 | S | N |
| 48 | 3008 | 3001535458 | COG | DODD FED UNIT | 112 | O | 17S | 29E | 15 | I | 5040 | F | A |
| 49 | 3067 | 3001537570 | COG | G J WEST COOP UNIT | 224 | O | 17S | 29E | 16 | G | 5588 | S | N |
| 50 | 3081 | 3001535651 | COG | G J WEST COOP UNIT | 161 | O | 17S | 29E | 16 | J | 5640 | S | A |
| 51 | 3108 | 3001502988 | COG | DODD FED UNIT | 66 | O | 17S | 29E | 15 | O | 3253 | F | A |
| 52 | 3167 | 3001537287 | COG | G J WEST COOP UNIT | 201 | O | 17S | 29E | 16 | A | 5504 | S | N |
| 53 | 3183 | 3001536266 | COG | DODD FED UNIT | 121 | O | 17S | 29E | 10 | N | 5000 | F | N |
| 54 | 3196 | 3001537567 | COG | G J WEST COOP UNIT | 231 | O | 17S | 29E | 16 | J | 5565 | S | N |
| 55 | 3215 | 3001535484 | COG | G J WEST COOP UNIT | 151 | O | 17S | 29E | 22 | D | 5628 | S | A |
| 56 | 3239 | 3001510812 | COG | G J WEST COOP UNIT | 43 | O | 17S | 29E | 22 | C | NA | S | A |
| 57 | 3254 | 3001537152 | COG | G J WEST COOP UNIT | 260 | O | 17S | 29E | 22 | B | 5524 | S | N |
| 58 | 3255 | 3001502987 | COG | DODD FED UNIT | 40 | O | 17S | 29E | 15 | I | 2420 | F | A |
| 59 | 3260 | 3001536308 | COG | G J WEST COOP UNIT | 199 | O | 17S | 29E | 16 | P | 5475 | S | A |
| 60 | 3272 | 3001536225 | COG | G J WEST COOP UNIT | 188 | O | 17S | 29E | 16 | G | 5469 | S | A |
| 61 | 3302 | 3001502992 | SUN | M. DODD -B- | 9 | O | 17S | 29E | 15 | H | NA | F | P |
| 62 | 3345 | 3001510755 | COG | G J WEST COOP UNIT | 44 | O | 17S | 29E | 22 | D | NA | P | A |
| 63 | 3347 | 3001536054 | COG | G J WEST COOP UNIT | 182 | O | 17S | 29E | 21 | A | 5461 | S | A |
| 64 | 3372 | 3001536239 | COG | G J WEST COOP UNIT | 180Y | O | 17S | 29E | 16 | O | 5450 | S | A |
| 65 | 3378 | 3001535854 | COG | DODD FED UNIT | 119 | O | 17S | 29E | 15 | A | 4467 | F | A |
| 66 | 3432 | 3001537531 | COG | G J WEST COOP UNIT | 203 | O | 17S | 29E | 16 | A | 5575 | S | N |
| 67 | 3438 | 3001535987 | COG | G J WEST COOP UNIT | 180 | O | 17S | 29E | 16 | O | 331 | S | P |
| 68 | 3460 | 3001502946 | COG | DODD FED UNIT | 20 | O | 17S | 29E | 10 | O | 2456 | F | A |

Exhibit "C"

2/2/11

| | RAD | API | OPERATOR | LEASE | # | T | TWN | RNG | SEC | UNT | TVD | L | S |
|-----|------------|------------|-----------------|--------------------|----------|----------|------------|------------|------------|------------|------------|----------|----------|
| 69 | 3498 | 3001520130 | MACK | G J WEST COOP UNIT | 61 | O | 17S | 29E | 16 | G | NA | S | P |
| 70 | 3509 | 3001502940 | ALAMO | FEATHERSTONE | 4 | O | 17S | 29E | 10 | M | NA | F | A |
| 71 | 3528 | 3001537571 | COG | G J WEST COOP UNIT | 263 | O | 17S | 29E | 22 | D | NA | S | N |
| 72 | 3538 | 3001536226 | COG | G J WEST COOP UNIT | 191 | O | 17S | 29E | 22 | C | 5540 | S | A |
| 73 | 3552 | 3001537289 | COG | G J WEST COOP UNIT | 208 | O | 17S | 29E | 16 | B | 5510 | S | N |
| 74 | 3583 | 3001535139 | COG | DODD FED UNIT | 110 | O | 17S | 29E | 15 | P | 5005 | F | A |
| 75 | 3672 | 3001536936 | COG | G J WEST COOP UNIT | 243 | O | 17S | 29E | 16 | O | 5500 | S | N |
| 76 | 3703 | 3001503035 | COG | G J WEST COOP UNIT | 42 | O | 17S | 29E | 22 | B | NA | S | A |
| 77 | 3716 | 3001502986 | COG | DODD FED UNIT | 65 | O | 17S | 29E | 15 | P | 3294 | F | A |
| 78 | 3735 | 3001537534 | COG | G J WEST COOP UNIT | 244 | O | 17S | 29E | 21 | A | NA | S | N |
| 79 | 3743 | 3001537177 | COG | G J WEST COOP UNIT | 230 | O | 17S | 29E | 16 | J | 5506 | S | N |
| 80 | 3762 | 3001502945 | MARBOB | M DODD B | 14 | O | 17S | 29E | 10 | N | NA | F | P |
| 81 | 3764 | 3001536701 | COG | G J WEST COOP UNIT | 222 | O | 17S | 29E | 16 | G | 5454 | S | A |
| 82 | 3787 | 3001536057 | COG | G J WEST COOP UNIT | 185 | O | 17S | 29E | 22 | B | 5528 | S | A |
| 83 | 3804 | 3001510810 | MACK | G J WEST COOP UNIT | 45 | O | 17S | 29E | 21 | A | NA | S | P |
| 84 | 3833 | 3001502993 | MARBOB | M DODD B | 11 | O | 17S | 29E | 15 | A | NA | F | P |
| 85 | 3839 | 3001536242 | COG | G J WEST COOP UNIT | 196 | O | 17S | 29E | 16 | J | 5463 | S | A |
| 86 | 3846 | 3001528591 | COG | G J WEST COOP UNIT | 135 | O | 17S | 29E | 22 | B | 5505 | S | A |
| 87 | 3893 | 3001521041 | H L BROWN | DODD FED | 1 | G | 17S | 29E | 15 | P | NA | F | P |
| 88 | 3894 | 3001537584 | COG | G J WEST COOP UNIT | 303 | O | 17S | 29E | 22 | D | NA | S | N |
| 89 | 3902 | 3001537070 | COG | G J WEST COOP UNIT | 223 | O | 17S | 29E | 16 | G | 5504 | S | N |
| 90 | 3922 | 3001525175 | COG | DODD FED UNIT | 37 | I | 17S | 29E | 14 | E | 4545 | F | A |
| 91 | 3923 | 3001537069 | COG | G J WEST COOP UNIT | 205 | O | 17S | 29E | 16 | B | 5503 | S | N |
| 92 | 3931 | 3001510831 | COG | G J WEST COOP UNIT | 51 | O | 17S | 29E | 16 | O | NA | S | A |
| 93 | 3946 | 3001535478 | COG | DODD FED UNIT | 116 | O | 17S | 29E | 14 | L | 4540 | F | A |
| 94 | 3955 | 3001525341 | COG | DODD FED UNIT | 22 | I | 17S | 29E | 15 | A | 4580 | F | A |
| 95 | 3977 | 3001525659 | COG | G J WEST COOP UNIT | 85 | O | 17S | 29E | 22 | F | NA | S | A |
| 96 | 3983 | 3001536265 | COG | DODD FED UNIT | 132 | O | 17S | 29E | 10 | O | 999 | F | N |
| 97 | 4042 | 3001537563 | COG | G J WEST COOP UNIT | 239 | O | 17S | 29E | 16 | O | 5558 | S | N |
| 98 | 4113 | 3001526103 | COG | G J WEST COOP UNIT | 89 | O | 17S | 29E | 22 | E | 5410 | S | A |
| 99 | 4140 | 3001536704 | COG | G J WEST COOP UNIT | 206 | O | 17S | 29E | 16 | B | 5460 | S | N |
| 100 | 4146 | 3001502931 | ALAMO | SINCLAIR ST | 1 | O | 17S | 29E | 9 | P | NA | S | A |
| 101 | 4158 | 3001526754 | COG | G J WEST COOP UNIT | 97 | O | 17S | 29E | 22 | B | 5530 | S | A |
| 102 | 4232 | 3001536055 | COG | G J WEST COOP UNIT | 183 | O | 17S | 29E | 21 | B | 5450 | S | A |
| 103 | 4249 | 3001535752 | COG | G J WEST COOP UNIT | 175 | O | 17S | 29E | 22 | F | 5629 | S | A |

Exhibit"C"

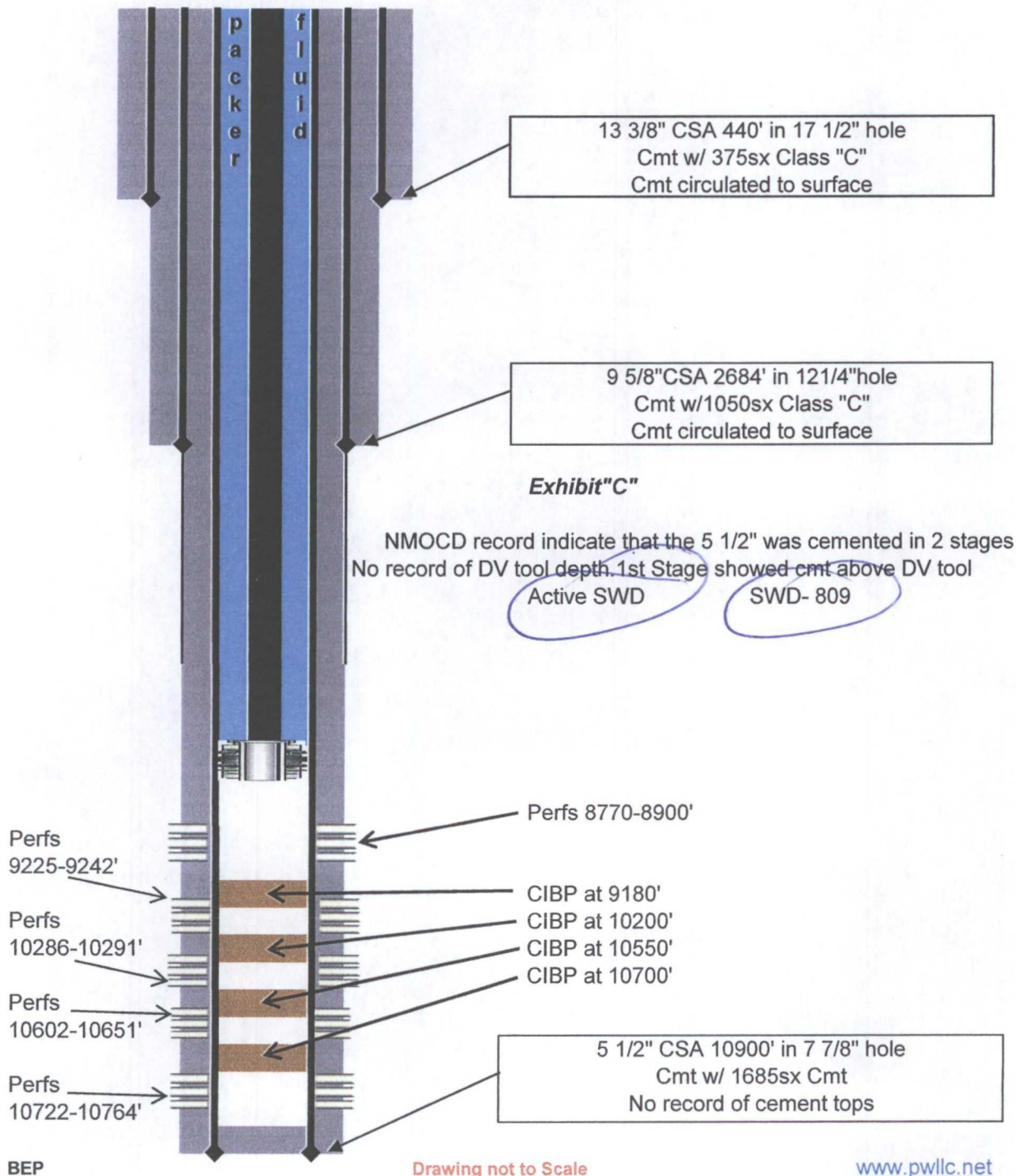
| | RAD | API | OPERATOR | LEASE | # | T | TWN | RNG | SEC | UNT | TVD | L | S |
|-----|------------|------------|-----------------|--------------------|----------|----------|------------|------------|------------|------------|------------|----------|----------|
| 104 | 4263 | 3001535578 | COG | G J WEST COOP UNIT | 156 | O | 17S | 29E | 21 | A | 5625 | S | A |
| 105 | 4333 | 3001535236 | COG | G J WEST COOP UNIT | 146 | O | 17S | 29E | 16 | O | 5515 | S | A |
| 106 | 4341 | 3001535582 | COG | G J WEST COOP UNIT | 160 | C O | 17S | 29E | 22 | F | NA | S | N |
| 107 | 4345 | 3001535652 | COG | G J WEST COOP UNIT | 162 | O | 17S | 29E | 16 | K | 5470 | S | A |
| 108 | 4367 | 3001525397 | COG | DODD FED UNIT | 41 | O | 17S | 29E | 14 | L | 4463 | F | A |
| 109 | 4384 | 3001537569 | COG | G J WEST COOP UNIT | 221 | C O | 17S | 29E | 16 | F | NA | S | N |
| 110 | 4413 | 3001524946 | COG | DODD FED UNIT | 67 | O | 17S | 29E | 22 | A | 3535 | F | A |
| 111 | 4429 | 3001526781 | COG | G J WEST COOP UNIT | 98 | O | 17S | 29E | 22 | E | 5503 | S | A |
| 112 | 4449 | 3001537566 | COG | G J WEST COOP UNIT | 233 | O | 17S | 29E | 16 | K | 5567 | S | N |
| 113 | 4462 | 3001537538 | COG | G J WEST COOP UNIT | 207 | O | 17S | 29E | 16 | B | 5572 | S | N |
| 114 | 4493 | 3001524796 | COG | DODD FED UNIT | 74 | O | 17S | 29E | 22 | G | 3446 | F | A |
| 115 | 4514 | 3001531974 | RKI | DURANGO 10 FED | 1 | G | 17S | 29E | 10 | P | 10925 | F | A |
| 116 | 4515 | 3001535984 | COG | G J WEST COOP UNIT | 177 | O | 17S | 29E | 16 | F | 5456 | S | A |
| 117 | 4526 | 3001536236 | COG | G J WEST COOP UNIT | 197 | O | 17S | 29E | 21 | H | 5458 | S | A |
| 118 | 4537 | 3001503045 | MARBOB | M DODD A | 10 | Y I | 17S | 29E | 22 | A | NA | F | P |
| 119 | 4547 | 3001524969 | COG | DODD FED UNIT | 68 | O | 17S | 29E | 22 | A | 6250 | F | A |
| 120 | 4566 | 3001503050 | CIMAREX | LEONARD ST COM | 1 | G | 17S | 29E | 22 | E | 11441 | S | A |
| 121 | 4568 | 3001502981 | MARBOB | DODD FED UNIT | 42 | I | 17S | 29E | 14 | L | NA | F | P |
| 122 | 4595 | 3001535719 | COG | G J WEST COOP UNIT | 167 | O | 17S | 29E | 16 | N | 5506 | S | A |
| 123 | 4601 | 3001520005 | MARBOB | M DODD B | 17 | A O | 17S | 29E | 14 | E | NA | F | P |
| 124 | 4629 | 3001537114 | COG | DODD FED UNIT | 127 | O | 17S | 29E | 22 | A | 5000 | F | A |
| 125 | 4662 | 3001510811 | COG | G J WEST COOP UNIT | 46 | O | 17S | 29E | 21 | B | NA | S | A |
| 126 | 4676 | 3001536153 | COG | DODD FED UNIT | 125 | O | 17S | 29E | 10 | J | 5000 | F | N |
| 127 | 4689 | 3001537231 | COG | G J WEST COOP UNIT | 247 | O | 17S | 29E | 21 | B | 5520 | S | N |
| 128 | 4689 | 3001520028 | MARBOB | DODD FED UNIT | 19 | I | 17S | 29E | 10 | P | NA | F | P |
| 129 | 4702 | 3001525790 | COG | DODD FED UNIT | 23 | I | 17S | 29E | 14 | D | 4496 | F | A |
| 130 | 4704 | 3001537553 | COG | G J WEST COOP UNIT | 246 | O | 17S | 29E | 21 | B | NA | S | N |
| 131 | 4709 | 3001537290 | COG | G J WEST COOP UNIT | 212 | O | 17S | 29E | 16 | C | 5495 | S | N |
| 132 | 4724 | 3001520110 | MACK | G J WEST COOP UNIT | 57 | O | 17S | 29E | 16 | K | NA | S | P |
| 133 | 4737 | 3001525168 | MARBOB | M DODD B | 49 | O | 17S | 29E | 14 | E | NA | F | P |
| 134 | 4745 | 3001524947 | COG | DODD FED UNIT | 64 | O | 17S | 29E | 14 | M | 3463 | F | A |
| 135 | 4747 | 3001526198 | COG | DODD FED UNIT | 43 | I | 17S | 29E | 14 | L | 11025 | F | A |
| 136 | 4753 | 3001502944 | MARBOB | M DODD B | 13 | O | 17S | 29E | 10 | K | NA | F | P |
| 137 | 4773 | 3001536937 | COG | G J WEST COOP UNIT | 238 | O | 17S | 29E | 16 | N | NA | S | N |
| 138 | 4778 | 3001537831 | COG | EMPIRE FED SWD | 3 | S | 17S | 29E | 10 | K | 999 | F | N |

Exhibit "C"

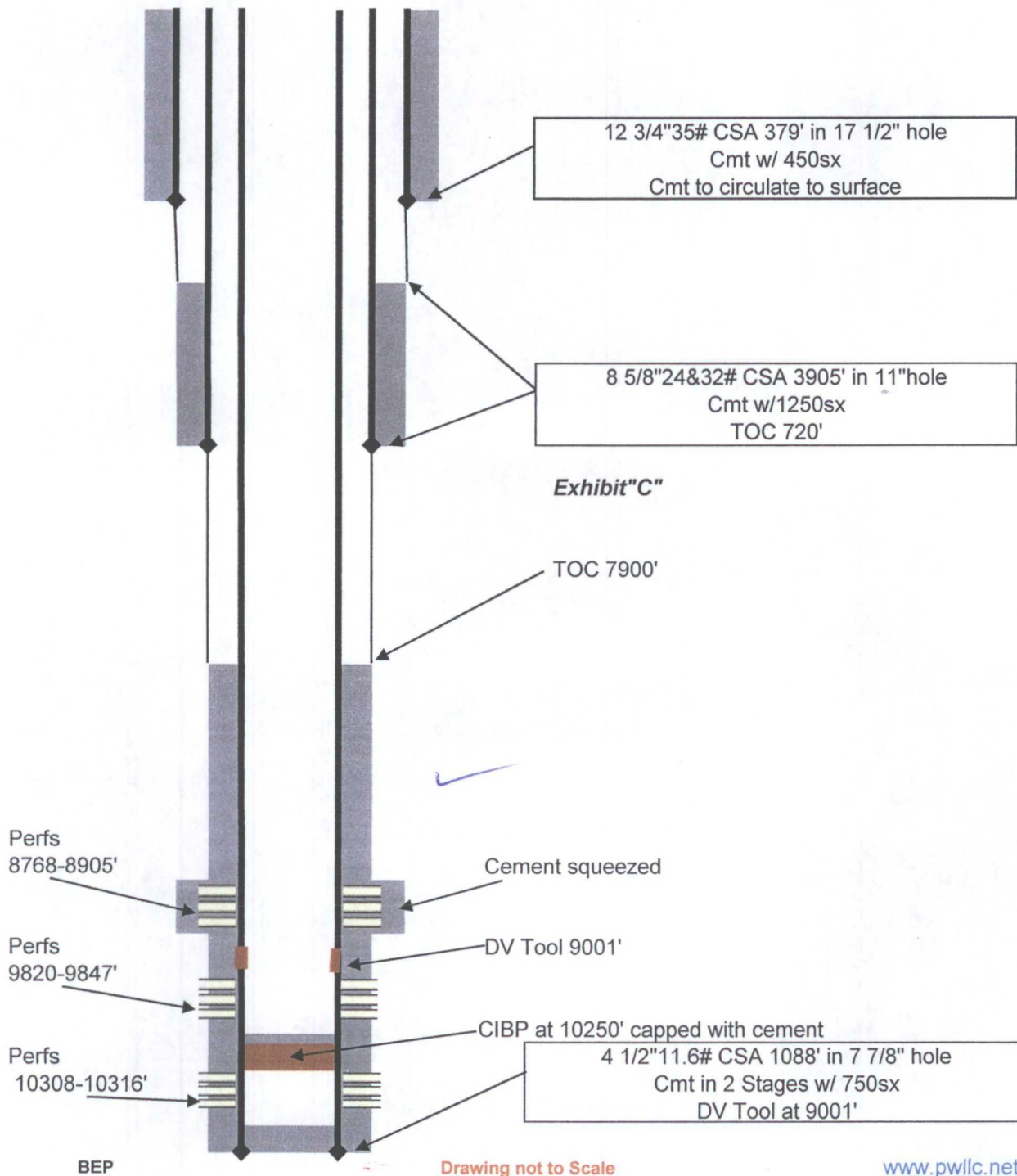
| | RAD | API | OPERATOR | LEASE | # | T | TWN | RNG | SEC | UNT | TVD | L | S |
|-----|------------|------------|-----------------|--------------------|----------|----------|------------|------------|------------|------------|------------|----------|----------|
| 139 | 4807 | 3001502941 | ALAMO | FEATHERSTONE | 3 | O | 17S | 29E | 10 | L | NA | F | A |
| 140 | 4820 | 3001536996 | COG | G J WEST COOP UNIT | 255 | O | 17S | 29E | 21 | H | 5508 | S | N |
| 141 | 4824 | 3001526753 | COG | G J WEST COOP UNIT | 96 | O | 17S | 29E | 22 | F | NA | S | A |
| 142 | 4826 | 3001537993 | CIMAREX | DARNER 9 ST | 3 | O | 17S | 29E | 9 | O | NA | S | N |
| 143 | 4835 | 3001534499 | COG | DODD FED UNIT | 103 | O | 17S | 29E | 14 | M | 4520 | F | A |
| 144 | 4845 | 3001537227 | COG | G J WEST COOP UNIT | 209 | O | 17S | 29E | 16 | C | 5500 | S | N |
| 145 | 4862 | 3001537051 | COG | G J WEST COOP UNIT | 264 | O | 17S | 29E | 22 | E | 5502 | S | N |
| 146 | 4870 | 3001524767 | COG | DODD FED UNIT | 73 | O | 17S | 29E | 22 | G | 3460 | F | A |
| 147 | 4873 | 3001510813 | COG | G J WEST COOP UNIT | 39 | O | 17S | 29E | 22 | E | NA | S | A |
| 148 | 4879 | 3001537772 | COG | G J WEST COOP UNIT | 306 | O | 17S | 29E | 21 | G | 5605 | S | N |
| 149 | 4882 | 3001502997 | HERBERT | LEONARD ST | 1 | O | 17S | 29E | 16 | N | NA | S | P |
| 150 | 4887 | 3001503043 | MARBOB | M DODD A | 9 | O | 17S | 29E | 22 | G | NA | F | P |
| 151 | 4887 | 3001525431 | COG | G J WEST COOP UNIT | 72 | O | 17S | 29E | 22 | F | NA | S | A |
| 152 | 4924 | 3001503040 | TENNECO | G-J WEST COOP UT | 40 | O | 17S | 29E | 22 | F | NA | S | P |
| 153 | 4962 | 3001503019 | MACK | G J WEST COOP UNIT | 38 | O | 17S | 29E | 21 | H | NA | S | P |
| 154 | 4994 | 3001502980 | MARBOB | DODD FED UNIT | 24 | I | 17S | 29E | 14 | D | NA | F | P |
| 155 | 5029 | 3001537230 | COG | G J WEST COOP UNIT | 232 | O | 17S | 29E | 16 | K | 5520 | S | N |
| 156 | 5044 | 3001536392 | COG | G J WEST COOP UNIT | 200 | O | 17S | 29E | 16 | F | 5462 | S | A |
| 157 | 5044 | 3001535622 | COG | DODD FED UNIT | 114 | O | 17S | 29E | 14 | D | 5000 | F | A |
| 158 | 5049 | 3001527108 | COG | MUSKEGON 16 ST COM | 1 | S | 17S | 29E | 16 | N | 10905 | S | A |
| 159 | 5089 | 3001522093 | COG | BURCH KEELY UNIT | 36 | O | 17S | 29E | 23 | D | 3525 | F | A |
| 160 | 5101 | 3001536240 | COG | G J WEST COOP UNIT | 195 | O | 17S | 29E | 16 | K | 5456 | S | A |
| 161 | 5102 | 3001520162 | MARBOB | DODD FED UNIT | 7 | I | 17S | 29E | 10 | J | NA | F | P |
| 162 | 5128 | 3001535720 | COG | G J WEST COOP UNIT | 168 | O | 17S | 29E | 21 | B | 5445 | S | A |
| 163 | 5133 | 3001537541 | COG | G J WEST COOP UNIT | 248C | O | 17S | 29E | 21 | C | NA | S | N |
| 164 | 5145 | 3001537149 | COG | G J WEST COOP UNIT | 220 | O | 17S | 29E | 16 | F | 5505 | S | N |
| 165 | 5154 | 3001536152 | COG | DODD FED UNIT | 120 | O | 17S | 29E | 10 | K | 4480 | F | A |
| 166 | 5182 | 3001535723 | COG | G J WEST COOP UNIT | 172 | O | 17S | 29E | 21 | G | 5630 | S | A |
| 167 | 5215 | 3001537437 | COG | G J WEST COOP UNIT | 256 | O | 17S | 29E | 21 | H | 5535 | S | N |
| 168 | 5241 | 3001534561 | COG | DODD FED UNIT | 104 | O | 17S | 29E | 14 | E | 4550 | F | A |
| 169 | 5243 | 3001536416 | MEWBOURNE | PACU 14 FED COM | 1 | G | 17S | 29E | 14 | D | 20080 | F | P |
| 170 | 5256 | 3001524956 | COG | DODD FED UNIT | 69 | O | 17S | 29E | 22 | H | 3484 | F | A |
| 171 | 5256 | 3001536994 | COG | G J WEST COOP UNIT | 237 | O | 17S | 29E | 16 | N | 5500 | S | N |
| 172 | 5265 | 3001536154 | COG | DODD FED UNIT | 124 | O | 17S | 29E | 10 | I | 5000 | F | N |

Exhibit "C"

COG Operating, LLC
Durango 15 State Com # 1
660 FNL X 660 FWL
Unit Letter "D", Sec 15, T17S, R29E
Eddy County, New Mexico



Three Rivers Operating Company, LLC
Conoco State # 1
1980 FSL X 1650 FWL
Unit Letter "K", Sec 15, T17S, R29E
Eddy County, New Mexico



Three Rivers Operating Company, L.L.C
State 151729 3ROC SWD # 9
API # 30-015-39771
2526 FSL X 1417 FWL
Unit Letter "K", Section 15, T17S, R29E
Eddy County, New Mexico

Exhibit "D"

- 1. Anticipated disposal volumes 1600 BWPD with a maximum disposal volume of 4000 BWPD.**
- 2. The disposal system will be closed.**
- 3. Anticipated injection pressure of 300psi with an anticipated maximum injection pressure of 1754 psi. Maximum disposal pressure will be determined from open hole log analysis and the depth of top perforation based on that log analysis.**
- 4. Disposal fluid would produced water from the new drills that are permitted by Three Rivers in Section 15, T17S, R29E.**

Typical analysis of water from Pool Number 97558
GJ; 7 Rivers, QN, GB, Glorieta, Yeso
API # 30-015-02996
TDS 120438, Sulfate (SO) 653, Chloride (CL) 71800
Bicarbonate (HCO3) 989
Data obtained from <http://octane.nmt.edu>

- 5. Fluid would be disposed in the Cisco/Canyon formation. No water analysis of produced water from the Cisco/Canyon near the State 151729 3ROC SWD # 9 was available.**

**Three Rivers Operating Company, L.L.C
State 151729 3ROC SWD # 9
API # 30-015-39771
2526 FSL X 1417 FWL
Unit Letter "K", Section 15, T17S, R29E
Eddy County, New Mexico**

Exhibit "E"

**The Cisco/Canyon formation is predominately limestone and shale.
Above the Cisco/Canyon formation is the Wolfcamp and below the
Cisco/Canyon is the Strawn Formation.**

**Fresh water in the area is from the surface to the top of the Red Beds.
No active fresh water wells were found in the one mile area of review.**

**Three Rivers Operating
State 151729 3ROC SWD
9**

| SampleID | Township | Range | Section | Formation | Location | Date | Chlorides |
|----------|----------|-------|---------|------------|-------------------|---------|-----------|
| 2402 | 17S | 29E | 22 | SANTA ROSA | 17S.29E.22.11231 | 9/16/81 | 42 |
| 2546 | 17S | 29E | 22 | SANTA ROSA | 17S.29E.22.112311 | 3/28/85 | 17 |
| 27937 | 17S | 29E | 29 | RSLR | 17S.29E.29.44433 | 9/18/90 | 880 |
| 27986 | 17S | 29E | 29 | RSLR | 17S.29E.29.44433 | 3/30/94 | 850 |
| 27936 | 17S | 29E | 29 | RSLR | 17S.29E.29.44433 | 9/18/90 | 880 |
| 10778 | 17S | 29E | 22 | OAL | 17S.29E.22.31222 | 5/11/81 | 60680 |
| 10486 | 17S | 29E | 22 | OAL | 17S.29E.22.112311 | 8/28/80 | 45 |
| 10005 | 17S | 29E | 22 | OAL | 17S.29E.22.112311 | 6/19/86 | 18 |
| 9112 | 17S | 29E | 22 | OAL | 17S.29E.22.112311 | 9/18/90 | 34 |
| 9056 | 17S | 29E | 22 | OAL | 17S.29E.22.112311 | 9/18/90 | 34 |
| 7992 | 17S | 29E | 22 | OAL | 17S.29E.22.112311 | 3/1/94 | 80 |
| 3441 | 17S | 29E | 29 | CHINLE | 17S.29E.29.44433 | 9/30/81 | 192 |
| 3463 | 17S | 29E | 35 | CHINLE | 17S.29E.35.121443 | 4/4/69 | 4400 |
| 2837 | 17S | 29E | 29 | CHINLE | 17S.29E.29.44433 | 3/28/85 | 444 |

Ground Water analysis from T17S, R29E, Eddy County,NM

Data Obtained from <http://octane.nmt.edu>

Legal Notice

Three Rivers Operating Company, L.L.C 1122 S. Capital of Texas Highway, Suite 325, Austin, Texas 78746 has filed form C-108 (Application for Authorization to Inject) with the New Mexico Oil Conservation Division seeking administrative approval for the drilling and utilization of the State 151729 3ROC SWD # 9, API # 30-015-39771, located 2526 FSL X 1417 FWL, Section 15, T17S, R29E, NMPM, Eddy County, New Mexico as a lease Cisco/Canyon salt water disposal well. The disposal interval would be the Cisco/Canyon formation through estimated perforations from 8770-9330 feet. Exact perforations will be determined from wire line logs at the end of the drilling operations. Disposal fluid would be produced water from the Three Rivers producing wells in the area.

Anticipated disposal rate of 1000 BWPD with a maximum disposal rate of 5000 BWPD. Anticipated disposal pressure 0 psi with a maximum disposal pressure determined by top perforation depth. Maximum is estimated at 1754 psi.

Well is located 19.5 miles southeast of Artesia, New Mexico

All interested parties opposing the aforementioned must file objections with the New Mexico Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, New Mexico 87505 within 15 days. Additional information can be obtained by contacting Billy Prichard 432-934-7680.

EXHIBIT G

5/18/2012

Will,

Enclosed is the Affidavit of Publication for the Legal Notice for the
State 151729 3ROC SWD # 9, API 30-015-39771.

Thanks

RECEIVED OGD

A handwritten signature in black ink, appearing to read "Billy E. Prichard". The signature is fluid and cursive, with a large initial "B" and a long, sweeping underline.

Billy E. Prichard


Affidavit of Publication

NO. 22145

STATE OF NEW MEXICO

County of Eddy:

Danny Scott



being duly sworn, says that he is the Publisher

of the Artesia Daily Press, a daily newspaper of general circulation, published in English at Artesia, said county and state, and that the hereto attached

Legal Notice

was published in a regular and entire issue of the said Artesia Daily Press, a daily newspaper duly qualified for that purpose within the meaning of Chapter 167 of the 1937 Session Laws of the state of New Mexico for

1 Consecutive weeks/days on the same

day as follows:

First Publication May 11, 2012

Second Publication _____

Third Publication _____

Fourth Publication _____

Fifth Publication _____

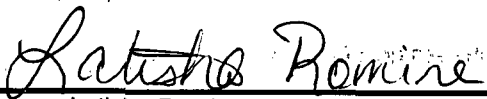
Subscribed and sworn to before me this

14th day of May 2012



OFFICIAL SEAL
Latisha Romine
NOTARY PUBLIC-STATE OF NEW MEXICO

My commission expires: 5/12/2015



Latisha Romine
Notary Public, Eddy County, New Mexico

Copy of Publication:

LEGAL NOTICE

Three Rivers Operating Company, L.L.C 1122 S. Capital of Texas Highway, Suite 325, Austin, Texas 78746 has filed form C-108 (Application for Authorization to Inject) with the New Mexico Oil Conservation Division seeking administrative approval for the drilling and utilization of the State 151729 3ROC SWD # 9, API # 30-015-39771, located 2526 FSL X 1417 FWL, Section 15, T17S, R29E, NMPM, Eddy County, New Mexico as a lease Cisco/Canyon salt water disposal well. The disposal interval would be the Cisco/Canyon formation through estimated perforations from 8770-9330 feet. Exact perforations will be determined from wire line logs at the end of the drilling operations. Disposal fluid would be produced water from the Three Rivers producing wells in the area.

Anticipated disposal rate of 1000 BWPD with a maximum disposal rate of 5000 BWPD.

Anticipated disposal pressure 0 psi with a maximum disposal pressure determined by top perforation depth. Maximum is estimated at 1754 psi.

Well is located 19.5 miles southeast of Artesia, New Mexico

All interested parties opposing the aforementioned must file objections with the New Mexico Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, New Mexico 87505 within 15 days. Additional information can be obtained by contacting Billy Prichard 432-934-7680.

Published in the Artesia Daily Press, Artesia, N.M., May 11, 2012. Legal No 22145

Will, Enclosed are 2 copies of NMOCD form C108 for the below well. Also enclosed is the approved C101, C102, C144 CLEZ to drill the below well. I will forward the Affidavit of Publication as soon as received. I enclosed Three Rivers in-active well list as well as the Three Rivers ACOI.

RECEIVED OGD
2012 MAY 14 A 11:11

Three Rivers Operating Company, L.L.C 1122 S. Capital of Texas Highway, Suite 325, Austin, Texas 78746 has filed form C-108 (Application for Authorization to Inject) with the New Mexico Oil Conservation Division seeking administrative approval for the drilling and utilization of the State 151729 3ROC SWD # 9, API # 30-015-39771, located 2526 FSL X 1417 FWL, Section 15, T17S, R29E, NMPM, Eddy County, New Mexico as a lease Cisco/Canyon salt water disposal well. The disposal interval would be the Cisco/Canyon formation through estimated perforations from 8770-9330 feet. Exact perforations will be determined from wire line logs at the end of the drilling operations. Disposal fluid would be produced water from the Three Rivers producing wells in the area.

Anticipated disposal rate of 1000 BWPD with a maximum disposal rate of 5000 BWPD. Anticipated disposal pressure 0 psi with a maximum disposal pressure determined by top perforation depth. Maximum is estimated at 1754 psi.

Well is located 19.5 miles southeast of Artesia, New Mexico

All interested parties opposing the aforementioned must file objections with the New Mexico Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, New Mexico 87505 within 15 days. Additional information can be obtained by contacting Billy Prichard 432-934-7680.

Sincerely,



Billy (Bill) E. Prichard
Pueblo West Consulting
125 Greathouse Village
Decatur, TX 76234
432-934-7680 cell
940-627-0086 fax
email; billy@pwllc.net
www.pwllc.net

Inactive Well List

Total Well Count: 312 Inactive Well Count: 5

Printed On: Thursday, May 10 2012

| District | API | Well | ULSTR | OCD Unit | OGRID | Operator | Lease Type | Well Type | Last Production | Formation/Notes | Status | TA Exp Date |
|----------|--------------|-------------------------------|--------------|----------|--------|------------------------------------|------------|-----------|-----------------|------------------------------------|--------|-------------|
| 2 | 30-015-21279 | EMPIRE SOUTH DEEP UNIT #005 | G-31-17S-29E | G | 272295 | THREE RIVERS OPERATING COMPANY LLC | F | G | 05/2010 | | | |
| 2 | 30-015-23470 | EMPIRE SOUTH DEEP UNIT #021 | A-36-17S-28E | A | 272295 | THREE RIVERS OPERATING COMPANY LLC | S | G | 12/2008 | INT TO TA 05/19/11 | | |
| 2 | 30-015-33578 | LIGHTNING 24 FEDERAL COM #002 | J-24-25S-26E | J | 272295 | THREE RIVERS OPERATING COMPANY LLC | F | G | 08/2009 | TA EXP 10/01/2011 BLM | T | 10/1/2011 |
| 2 | 30-015-22232 | SHELL FEDERAL #001 | J-6 -21S-24E | J | 272295 | THREE RIVERS OPERATING COMPANY LLC | F | G | 08/2009 | STRAWN-MORROW | | |
| 1 | 30-025-22117 | STATE CF #001 | A-33-10S-33E | A | 272295 | THREE RIVERS OPERATING COMPANY LLC | S | O | 04/2004 | PENN TA 04/25/2011 TA EXP 04/25/12 | T | 4/25/2012 |

WHERE Ogrid:272295, County:All, District:All, Township:All, Range:All, Section:All, Production(months):15, Excludes Wells Under ACOI, Excludes Wells in Approved TA Period

STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION

NMOCD – ACOI- 240

IN THE MATTER OF THREE RIVERS OPERATING COMPANY, LLC,

Respondent.

INACTIVE WELL
AGREED COMPLIANCE ORDER

Pursuant to the New Mexico Oil and Gas Act, NMSA 1978, Sections 70-2-1 through 70-2-38, as amended ("Act") and OCD Rule 19.15.5.10(E) NMAC, the Director of the Oil Conservation Division ("OCD") and Three Rivers Operating Company, LLC ("Operator") enter into this Inactive Well Agreed Compliance Order ("Order" or "ACOI"). Operator agrees to plug, place on approved temporary abandonment status, or restore to production or other beneficial use the wells identified herein in accordance with the following agreed schedule and procedures, or face the possibility of no further agreed compliance orders. See 19.15.25.8 NMAC

FINDINGS

1. The OCD is the state division charged with administration and enforcement of the Act, and rules and orders adopted pursuant to the Act.
2. Operator is a limited liability company doing business in the state of New Mexico.
3. Operator is the operator of record under OGRID 272295 for the wells identified in Exhibit "A," attached.
4. OCD Rule 19.15.25.8 NMAC states, in relevant part:

"A. The operator of wells drilled for oil or gas or services wells including seismic, core, exploration or injection wells, whether cased or uncased, shall plug the wells as Subsection B of 19.15.25.8 NMAC requires.

B. The operator shall either properly plug and abandon a well or place the well in approved temporary abandonment in accordance with 19.15.25 NMAC within 90 days after:

....

....

(3) a period of one year in which a well has been continuously inactive."

5. The wells identified in Exhibit "A"
 - (a) have been continuously inactive for a period of one year plus 90 days;
 - (b) are not plugged or abandoned in accordance with OCD Rule 19.15.25.9 NMAC through 19.15.25.11 NMAC; and
 - (c) are not on approved temporary abandonment status in accordance with OCD Rule 19.15.25.12 NMAC through 19.15.25.14 NMAC.
6. An operator faces sanctions if it is out of compliance with OCD Rule 19.15.5.9 NMAC. Sanctions include possible denial of registration by operator or certain related entities (OCD Rule 19.15.9.8B NMAC), possible denial of change of operator that would transfer wells to the noncompliant operator (OCD Rule 19.15.9.9C.1 NMAC), mandatory denial of injection permits (OCD Rule 19.15.26.8A NMAC), possible revocation of injection permits after notice and hearing (OCD Rule 19.15.26.8A NMAC), possible denial of applications for a drilling permit (OCD Rule 19.15.14.10A NMAC), and mandatory denial of allowable and authorization to transport (OCD Rule 19.15.16.19A NMAC).
7. Operator is currently out of compliance with OCD Rule 19.15.5.9.A(4) NMAC because it has too many wells out of compliance with OCD Rule 19.15.25.8 NMAC (the inactive well rule) that are not subject to an agreed compliance order setting a schedule for bringing the wells into compliance with the inactive well rule and imposing sanctions if the schedule is not met. See OCD Rule 19.15.5.9(A)(4) NMAC.
8. As the operator of record of 297 wells, to be in compliance with OCD Rule 19.15.5.9.A(4) NMAC, Operator may have no more than 5 wells out of compliance with OCD Rule 19.15.25.8 NMAC (inactive well rule). See OCD Rule 19.15.5.9A(4)(b) NMAC. According to the inactive well list kept pursuant to OCD Rule 19.15.5.9(F) NMAC, Operator has 6 wells out of compliance with the inactive well rule. A copy of Operator's inactive well list as of June 8, 2011 is attached as Exhibit "A." Operator faces sanctions for being out of compliance with OCD Rule 19.15.5.9 NMAC.
9. Operator intends to seek privileges from the OCD that would be subject to sanction due to Operator being out of compliance with OCD Rule 19.15.5.9 NMAC. By placing the wells identified in Exhibit "A" under this Order, Operator will not face sanctions for being out of compliance with OCD Rule 19.15.5.9 NMAC.

CONCLUSIONS

1. The OCD has jurisdiction over the parties and subject matter in this proceeding.

ACOI

Three Rivers Operating Company, LLC - OGRID 272295

Page 2 of 6

2. The wells identified in Exhibit "A" are out of compliance with OCD Rule 19.15.25.8 NMAC.
3. As operator of the wells identified in Exhibit "A," Operator is responsible for bringing those wells into compliance with OCD Rule 19.15.25.8 NMAC.
4. The OCD and Operator enter into this Order to remove the wells identified in Exhibit "A" from the inactive well list kept pursuant to OCD Rule 19.15.5.9(F) NMAC and consideration of Operator's compliance with the inactive well rule for purposes of Operator's compliance with OCD Rule 19.15.5.9 NMAC. Operator remains subject to sanctions for being out of compliance with OCD Rule 19.15.5.9 NMAC IF Operator becomes out of compliance with OCD Rule 19.15.5.9 NMAC for any reason other than the inactive wells identified in Exhibit "A."

ORDER

1. Operator agrees to bring 2 wells identified in Exhibit "A" into compliance with OCD Rule 19.15.25.8 NMAC by December 12, 2011 via
 - (a) restoring the well to production or other OCD-approved beneficial use **and filing a C-115 documenting such production or use;**
 - (b) causing the wellbore to be plugged in accordance with OCD Rule 19.15.25.10(B) NMAC **and filing a C-103 describing the completed work;** or
 - (c) placing the well on approved temporary abandonment status in accordance with OCD Rule 19.15.25.12 NMAC through 19.15.25.14 NMAC.
2. Oil and gas produced during swabbing does not count as production for purposes of this Order.
3. Operator shall file a compliance report identifying each well returned to compliance, stating the date it was returned to compliance and describing how the well was returned to compliance (restored to production or other approved beneficial use, plugged wellbore, approved temporary abandonment status.) Transfer of a well identified on Exhibit "A" to another operator does not count towards Operator's obligation to return wells to compliance under the terms of this Order, but does reduce the total number of wells for which Operator is responsible under the terms of this Order. The written compliance report must be mailed or e-mailed to the OCD's Enforcement and Compliance Manager and to the OCD attorney in charge of inactive well agreed compliance orders so that it is **received by** the compliance deadline of December 12, 2011. The total length of this Agreed Compliance Order is six months.

ACOI

Three Rivers Operating Company, LLC - OGRID 272295

Page 3 of 6

4. Operator understands that if it fails to meet the terms of this Order, the OCD may decide not to enter into any further agreed compliance orders with Operator.
5. This Order shall expire on December 13, 2011. At that time, any wells on Exhibit "A" not in compliance with OCD Rule 19.15.25.8 NMAC will appear on the inactive well list kept pursuant to OCD Rule 19.15.5.9(F) NMAC, and will be considered when determining Operator's compliance with OCD Rule 19.15.5.9 NMAC.
6. By signing this Order, Operator expressly:
 - (a) acknowledges the correctness of the Findings and Conclusions set forth in this Order;
 - (b) agrees to return to compliance 2 wells identified in Exhibit "A" by December 12, 2011;
 - (c) agrees to submit a compliance report as required in Ordering Paragraph 3 by the December 12, 2011 compliance deadline set by this Order;
 - (d) waives any right, pursuant to the Oil and Gas Act or otherwise, to an appeal from this Order, or to a hearing either prior to or subsequent to the entry of this Order other than a hearing on a request for waiver or reduction of penalties; and
 - (e) agrees that the Order may be enforced by OCD or Oil Conservation Commission Order, by suit or otherwise to the same extent and with the same effect as a final Order of the OCD or Oil Conservation Commission entered after notice and hearing in accordance with all terms and provisions of the Oil and Gas Act.
7. This Order applies only to the enforcement of OCD Rule 19.15.25.8 NMAC against those wells identified in Exhibit "A." Other wells operated by Operator out of compliance with OCD Rule 19.15.25.8 NMAC may be subject to immediate enforcement action under the Oil and Gas Act and OCD Rules. Wells identified in Exhibit "A" that are out of compliance with the Oil and Gas Act or OCD Rules other than OCD Rule 19.15.25.8 NMAC may be subject to immediate enforcement action under the Oil and Gas Act and OCD Rules.
8. The OCD reserves the right to file an application for hearing to obtain authority to plug any well identified in Exhibit "A" and forfeit the applicable financial assurance if the well poses an immediate environmental threat.

Done at Santa Fe, New Mexico this 9th day of June 2011

By: Jamie Bailey
Jamie Bailey
Director, Oil Conservation Division

ACCEPTANCE

Three Rivers Operating Company, LLC hereby accepts the foregoing Order, and agrees to all of the terms and provisions set forth in that Order.

Three Rivers Operating Company, LLC

By: James D. Keisling
(Please print name) JAMES D. KEISLING
Title: VP ENGINEERING
Date: JUNE 9, 2011

Exhibit A to Agreed Compliance Order for Three Rivers Operating Company, LLC

Total Well Count: 288 Inactive Well Count: 6

Printed On: Thursday, June 09 2011

| District | API | Well | ULSTR | OCD Unit | OGRID | Operator | Lease Type | Well Type | Last Production | Formation/Notes | Status | TA Exp Date |
|----------|--------------|-------------------------------------|--------------|----------|--------|--|------------|-----------|-----------------|---------------------------|--------|-------------|
| 1 | 30-025-37231 | BANDIT 15 FEDERAL COM #002 | J-15-20S-33E | J | 272295 | THREE RIVERS OPERATING COMPANY LLC | F | G | 02/2009 | INT TO TA 04/05/11 BLM | | |
| 2 | 30-015-20685 | EMPIRE SOUTH DEEP UNIT #003 | N-31-17S-29E | N | 272295 | THREE RIVERS OPERATING COMPANY LLC | S | G | 01/2010 | INT TO TA 05/19/11 | | |
| 2 | 30-015-20964 | EMPIRE SOUTH DEEP UNIT #004 | G-32-17S-29E | G | 272295 | THREE RIVERS OPERATING COMPANY LLC | S | G | 02/2008 | EMPIRE;MORROW, SOUTH | | |
| 2 | 30-015-23470 | EMPIRE SOUTH DEEP UNIT #021 | A-36-17S-28E | A | 272295 | THREE RIVERS OPERATING COMPANY LLC | S | G | 12/2008 | INT TO TA 05/19/11 | | |
| 1 | 30-025-27888 | LOVINGTON PLAINS 2 STATE #001 | 7-2 -16S-34E | G | 272295 | THREE RIVERS OPERATING COMPANY LLC | S | G | 02/2009 | MORROW | | |
| 2 | 30-015-22232 | SHELL FEDERAL #001 | J-6 -21S-24E | J | 272295 | THREE RIVERS OPERATING COMPANY LLC | F | G | 08/2009 | STRAWN- MORROW | | |

Three Rivers Operating Company, LLC

By: James D. Keish

Title: VP ENGINEERING

6/9/11

ACOI

Three Rivers Operating Company, LLC - OGRID 272295

Page 6 of 6

Three Rivers Operating Company, L.L.C
State 151729 3ROC SWD # 9
API # 30-015-39771
2526 FSL X 1417 FWL
Unit Letter "K", Section 15, T17S, R29E
Eddy County, New Mexico

Notified Parties

Section 15, T17S, R29E

Surface and Mineral Owner

State of New Mexico
New Mexico State Land Office
PO Box 1148
Santa Fe, NM 87504

Grazing Lessee

Bogle LTD Company, L.L.C.
PO Box 460
Dexter, NM 88230

Section 15, T17S, R29E

COG Operating, L.L.C.
550 West Texas Avenue Suite 100
Midland, TX 79701

Three Rivers Acquisition, L.L.C.
3821 Juniper Trace Suite 107
Austin, TX 78738

Bird Creek, L.L.C.
7134 South Yale Avenue Suite 600
Tulsa OK 74136

RKC, Inc
7029 E. Briarwood Circle
Englewood, CO 80112

Exhibit "G"

Three Rivers Operating Company, L.L.C
State 151729 3ROC SWD # 9
API # 30-015-39771
2526 FSL X 1417 FWL
Unit Letter "K", Section 15, T17S, R29E
Eddy County, New Mexico

Notified Parties

Section 15, T17S, R29E

Sunray Mid-Continent Oil Company
PO Box 2039
Tulsa, OK 74136

El Paso Natural Gas Company
PO Box 1492
El Paso, TX 79901

Leonard Oil Company
PO Box 400
Roswell, NM 88201

Educational Foundation, Inc
1300 Main Suite 1000
Houston, TX 77002

Marbob Energy Corporation
PO Box 217
Artesia, NM 88210

Karlene Beal Garber
415 West 20th Street
Santa Monica, CA 90402

Bill W. Chase
PO Box 515
Artesia, NM 88210

Bulldog Energy Corporation
PO Box 668
Artesia, NM 88210

Exhibit "G"

Three Rivers Operating Company, L.L.C
State 151729 3ROC SWD # 9
API # 30-015-39771
2526 FSL X 1417 FWL
Unit Letter "K", Section 15, T17S, R29E
Eddy County, New Mexico

Notified Parties

Section 15, T17S, R29E

Robert Chase
811 South 20th Street
Artesia, NM 88210

Richard Lance and Dianne Chase
PO Box 693
Artesia, NM 88210

Little Giant, Inc
PO Box 408
Artesia, NM 88210

Wade White
PO Box 40
Artesia, NM 88210

Mack C. Chase and Marilyn Y. Chase Trust
Mack Chase, Trustee
PO Box 693
Artesia, NM 88210

Fina Oil and Chemical Company
PO Box 2159
Dallas, TX 75221-2159

Parker and Parsley Development Company
PO Box 3178
Midland, TX 70702

Bogle Limited Company
7331 Cherokee Road
Dexter, NM 88230

Exhibit "G"

Three Rivers Operating Company, L.L.C
State 151729 3ROC SWD # 9
API # 30-015-39771
2526 FSL X 1417 FWL
Unit Letter "K", Section 15, T17S, R29E
Eddy County, New Mexico

Notified Parties

Section 15, T17S, R29E

Buckhorn Enterprises Corporation
2101 West Runyan
Artesia, NM 88210

Louis Drefus Natural Gas Corporation
14000 Quail Springs Parkway Suite 600
Oklahoma City, OK 73134

Chesapeake Exploration, L.L.C.
PO Box 18496
Oklahoma City, OK 73134

Section 16, T17S, R29E

Bulldog Energy Corporation
PO Box 668
Artesia, NM 88210

Little Giant, Inc
PO Box 408
Artesia, NM 88210

COG Operating, L.L.C.
550 West Texas Avenue Suite 100
Midland, TX 70701

Exhibit "G"

Three Rivers Operating Company, L.L.C
State 151729 3ROC SWD # 9
API # 30-015-39771
2526 FSL X 1417 FWL
Unit Letter "K", Section 15, T17S, R29E
Eddy County, New Mexico

Notified Parties
Section 22, T17S, R29E

Bulldog Energy Corporation
PO BOX 668
Artesia, NM 88210

Altura Energy, LTD
PO BOX 4294
Houston, TX 77210

Magnum Hunter Production, Inc
600 East Las Colinas Blvd Suite 1200
Irving, TX 75039

Oxy USA WTP
6 Desta Drive Suite 6000
Midland, TX 79705

COG Oil and Gas LP
550 West Texas Ave Suite 1300
Midland, TX 79701

Apache Corporation
2000 Post Oak Blvd Suite 100
Houston, TX

TOC-Gulf Coast, Inc
14340 Torry Chase Blvd
Houston, TX 77014

Edward J. Hudson. Jr.
35 N Wynden Drive
Houston, TX 77056

Robert Lee Blaffer Hudson
5398 Sonoma Highway
Napa, CA 94559
Exhibit "G"

Three Rivers Operating Company, L.L.C
State 151729 3ROC SWD # 9
API # 30-015-39771
2526 FSL X 1417 FWL
Unit Letter "K", Section 15, T17S, R29E
Eddy County, New Mexico

Notified Parties

Section 10, T17S, R29E

COG Operating, L.L.C.
550 West Texas Ave Suite 100
Midland, TX 79701

Paul Slayton
PO Box 2035
Roswell, NM 88202-2035

Exhibit "G"

U.S. Postal Service[™]
CERTIFIED MAIL[™] RECEIPT
(Domestic Mail Only; No Insurance Coverage Provided)

For delivery information visit our website at www.usps.com

ARTESIA NM 88210 **OFFICIAL USE**

| | | |
|---|---------|------------------|
| Postage | \$ 1.90 | 0634 |
| Certified Fee | \$2.95 | 02 |
| Return Receipt Fee (Endorsement Required) | \$2.35 | Postmark Here |
| Restricted Delivery Fee (Endorsement Required) | \$0.00 | |
| Total Postage & Fees | \$7.20 | 05/10/2012 |

Sent **BUCKHORN ENTERPRISES**
2101 W RUNYAN
ARTESIA NM 88210

PS Form Instructions

U.S. Postal Service[™]
CERTIFIED MAIL[™] RECEIPT
(Domestic Mail Only; No Insurance Coverage Provided)

For delivery information visit our website at www.usps.com

MIDLAND TX 79701 **OFFICIAL USE**

| | | |
|---|---------|------------------|
| Postage | \$ 1.90 | 0634 |
| Certified Fee | \$2.95 | 02 |
| Return Receipt Fee (Endorsement Required) | \$2.35 | Postmark Here |
| Restricted Delivery Fee (Endorsement Required) | \$0.00 | |
| Total Postage & Fees | \$7.20 | 05/10/2012 |

COG OIL & GAS LP
550 W TEXAS AVE
STE 1300
MIDLAND TX 79701

PS Form Instructions

U.S. Postal Service[™]
CERTIFIED MAIL[™] RECEIPT
(Domestic Mail Only; No Insurance Coverage Provided)

For delivery information visit our website at www.usps.com

HOUSTON TX 77210 **OFFICIAL USE**

| | | |
|---|---------|------------------|
| Postage | \$ 1.90 | 0634 |
| Certified Fee | \$2.95 | 02 |
| Return Receipt Fee (Endorsement Required) | \$2.35 | Postmark Here |
| Restricted Delivery Fee (Endorsement Required) | \$0.00 | |
| Total Postage & Fees | \$7.20 | 05/10/2012 |

Sent **ALTURA ENERGY LTD**
PO BOX 4294
HOUSTON TX 77210

PS Form Instructions

U.S. Postal Service[™]
CERTIFIED MAIL[™] RECEIPT
(Domestic Mail Only; No Insurance Coverage Provided)

For delivery information visit our website at www.usps.com

ARTESIA NM 88210 **OFFICIAL USE**

| | | |
|---|---------|------------------|
| Postage | \$ 1.90 | 0634 |
| Certified Fee | \$2.95 | 02 |
| Return Receipt Fee (Endorsement Required) | \$2.35 | Postmark Here |
| Restricted Delivery Fee (Endorsement Required) | \$0.00 | |
| Total Postage & Fees | \$7.20 | 05/10/2012 |

Sent **BULLDOG ENERGY CORP**
PO BOX 668
ARTESIA NM 88210

PS Form Instructions

U.S. Postal Service[™]
CERTIFIED MAIL[™] RECEIPT
(Domestic Mail Only; No Insurance Coverage Provided)

For delivery information visit our website at www.usps.com

ARTESIA NM 88210 **OFFICIAL USE**

| | | |
|---|---------|------------------|
| Postage | \$ 1.90 | 0634 |
| Certified Fee | \$2.95 | 02 |
| Return Receipt Fee (Endorsement Required) | \$2.35 | Postmark Here |
| Restricted Delivery Fee (Endorsement Required) | \$0.00 | |
| Total Postage & Fees | \$7.20 | 05/10/2012 |

Sent **MACK C & MARILYN Y CHASE**
TRUST MACK CHASE TRUSTEE
PO BOX 693
ARTESIA NM 88210

PS Form Instructions

U.S. Postal Service[™]
CERTIFIED MAIL[™] RECEIPT
(Domestic Mail Only; No Insurance Coverage Provided)

For delivery information visit our website at www.usps.com

ROSWELL NM 88201 **OFFICIAL USE**

| | | |
|---|---------|-------------------|
| Postage | \$ 1.90 | 0634 |
| Certified Fee | \$2.95 | 02 |
| Return Receipt Fee (Endorsement Required) | \$2.35 | Postmark Here |
| Restricted Delivery Fee (Endorsement Required) | \$0.00 | |
| Total Postage & Fees | | \$7.20 05/10/2012 |

LEONARD OIL COMPANY
PO BOX 400
ROSWELL NM 88201

U.S. Postal Service[™]
CERTIFIED MAIL[™] RECEIPT
(Domestic Mail Only; No Insurance Coverage Provided)

For delivery information visit our website at www.usps.com

MIDLAND TX 79702 **OFFICIAL USE**

| | | |
|---|---------|-------------------|
| Postage | \$ 1.90 | 0634 |
| Certified Fee | \$2.95 | 02 |
| Return Receipt Fee (Endorsement Required) | \$2.35 | Postmark Here |
| Restricted Delivery Fee (Endorsement Required) | \$0.00 | |
| Total Postage & Fees | | \$7.20 05/10/2012 |

Sent PARKER & PARSLEY DEV CO
PO BOX 3178
MIDLAND TX 79702
79702

U.S. Postal Service[™]
CERTIFIED MAIL[™] RECEIPT
(Domestic Mail Only; No Insurance Coverage Provided)

For delivery information visit our website at www.usps.com

ENGLEWOOD CO 80112 **OFFICIAL USE**

| | | |
|---|---------|-------------------|
| Postage | \$ 1.90 | 0634 |
| Certified Fee | \$2.95 | 02 |
| Return Receipt Fee (Endorsement Required) | \$2.35 | Postmark Here |
| Restricted Delivery Fee (Endorsement Required) | \$0.00 | |
| Total | | \$7.20 05/10/2012 |

Sent RKC INC
7029 E BRIARWOOD CIRCLE
ENGLEWOOD, CO 80112

U.S. Postal Service[™]
CERTIFIED MAIL[™] RECEIPT
(Domestic Mail Only; No Insurance Coverage Provided)

For delivery information visit our website at www.usps.com

OKLAHOMA CITY OK 73134 **OFFICIAL USE**

| | | |
|---|---------|-------------------|
| Postage | \$ 1.90 | 0634 |
| Certified Fee | \$2.95 | 02 |
| Return Receipt Fee (Endorsement Required) | \$2.35 | Postmark Here |
| Restricted Delivery Fee (Endorsement Required) | \$0.00 | |
| Total Postage & Fees | | \$7.20 05/10/2012 |

LOUIS DREFUS NAT GAS CORP
14000 QUAIL SPRINGS PKY
STE 600
OKLAHOMA CITY OK 73134

U.S. Postal Service[™]
CERTIFIED MAIL[™] RECEIPT
(Domestic Mail Only; No Insurance Coverage Provided)

For delivery information visit our website at www.usps.com

HOUSTON TX 77056 **OFFICIAL USE**

| | | |
|---|---------|-------------------|
| Postage | \$ 1.90 | 0634 |
| Certified Fee | \$2.95 | 02 |
| Return Receipt Fee (Endorsement Required) | \$2.35 | Postmark Here |
| Restricted Delivery Fee (Endorsement Required) | \$0.00 | |
| Total Postage & Fees | | \$7.20 05/10/2012 |

Sent APACHE CORPORATION
2000 POST OAK BLVD
STE 100
HOUSTON TX 77056

U.S. Postal Service[™]
CERTIFIED MAIL[™] RECEIPT
(Domestic Mail Only; No Insurance Coverage Provided)

For delivery information visit our website at www.usps.com

IRVING TX 75039 **OFFICIAL USE**

| | | |
|---|---------|-------------------|
| Postage | \$ 1.90 | 0634 |
| Certified Fee | \$2.95 | 02 |
| Return Receipt Fee (Endorsement Required) | \$2.35 | Postmark Here |
| Restricted Delivery Fee (Endorsement Required) | \$0.00 | |
| Total Postage & Fees | | \$7.20 05/10/2012 |

Sent MAGNUM HUNTER PROD INC
600 E LAS COLINAS BLVD
STE 1200
IRVING TX 75039

7012 1010 0000 6175 2304
7012 1010 0000 6175 1987
7012 1010 0000 6175 2328

U.S. Postal Service™
CERTIFIED MAIL™ RECEIPT
(Domestic Mail Only; No Insurance Coverage Provided)

For delivery information visit our website at www.usps.com.

ARTESIA NM 88210
OFFICIAL USE

| | | |
|--|---------|---------------|
| Postage | \$ 1.90 | 0634 |
| Certified Fee | \$2.95 | 02 |
| Return Receipt Fee (Endorsement Required) | \$2.35 | Postmark Here |
| Restricted Delivery Fee (Endorsement Required) | \$0.00 | |
| Total Postage & Fees | \$ 7.20 | 05/10/2012 |

NMOCD
DISTRICT 2
811 S FIRST
ARTESIA NM 88210

PS Form 3800 Instructions

U.S. Postal Service™
CERTIFIED MAIL™ RECEIPT
(Domestic Mail Only; No Insurance Coverage Provided)

For delivery information visit our website at www.usps.com.

ARTESIA NM 88210
OFFICIAL USE

| | | |
|--|---------|---------------|
| Postage | \$ 2.10 | 0634 |
| Certified Fee | \$2.95 | 02 |
| Return Receipt Fee (Endorsement Required) | \$2.35 | Postmark Here |
| Restricted Delivery Fee (Endorsement Required) | \$0.00 | |
| Total Postage & Fees | \$ 7.40 | 05/10/2012 |

Sent To: WADE WHITE
Street, Apt or PO Box: PO BOX 40 AWRT
City, State: ARTESIA NM 88210

PS Form 3800 Instructions

U.S. Postal Service™
CERTIFIED MAIL™ RECEIPT
(Domestic Mail Only; No Insurance Coverage Provided)

For delivery information visit our website at www.usps.com.

HOUSTON TX 77056
OFFICIAL USE

| | | |
|--|---------|---------------|
| Postage | \$ 1.90 | 0634 |
| Certified Fee | \$2.95 | 02 |
| Return Receipt Fee (Endorsement Required) | \$2.35 | Postmark Here |
| Restricted Delivery Fee (Endorsement Required) | \$0.00 | |
| Total Postage & Fees | \$ 7.20 | 05/10/2012 |

EDWARD J HUDSON JR
35 N WYNDEN DR
HOUSTON TX 77056

PS Form 3800 Instructions

U.S. Postal Service™
CERTIFIED MAIL™ RECEIPT
(Domestic Mail Only; No Insurance Coverage Provided)

For delivery information visit our website at www.usps.com.

HOUSTON TX 77014
OFFICIAL USE

| | | |
|--|---------|---------------|
| Postage | \$ 1.90 | 0634 |
| Certified Fee | \$2.95 | 02 |
| Return Receipt Fee (Endorsement Required) | \$2.35 | Postmark Here |
| Restricted Delivery Fee (Endorsement Required) | \$0.00 | |
| Total Postage & Fees | \$ 7.20 | 05/10/2012 |

Sent To: TOC-GULF COAST INC
Street, Apt or PO Box: 14340 TORRY CHASE BLVD
City, State: HOUSTON TX 77014

PS Form 3800 Instructions

U.S. Postal Service™
CERTIFIED MAIL™ RECEIPT
(Domestic Mail Only; No Insurance Coverage Provided)

For delivery information visit our website at www.usps.com.

NAPA CA 94559
OFFICIAL USE

| | | |
|--|---------|---------------|
| Postage | \$ 1.90 | 0634 |
| Certified Fee | \$2.95 | 02 |
| Return Receipt Fee (Endorsement Required) | \$2.35 | Postmark Here |
| Restricted Delivery Fee (Endorsement Required) | \$0.00 | |
| Total Postage & Fees | \$ 7.20 | 05/10/2012 |

Sent To: ROBERT LEE BLAFFER HUDSON
Street, Apt or PO Box: 5398 SONOMA HIGHWAY
City, State: NAPA CA 94559

PS Form 3800 Instructions

U.S. Postal Service™
CERTIFIED MAIL™ RECEIPT
(Domestic Mail Only; No Insurance Coverage Provided)

For delivery information visit our website at www.usps.com.

SANTA MONICA CA 90402
OFFICIAL USE

| | | |
|--|---------|---------------|
| Postage | \$ 1.90 | 0634 |
| Certified Fee | \$2.95 | 02 |
| Return Receipt Fee (Endorsement Required) | \$2.35 | Postmark Here |
| Restricted Delivery Fee (Endorsement Required) | \$0.00 | |
| Total Postage & Fees | \$ 7.20 | 05/10/2012 |

Sent To: KARLENE BEAL GARBER
Street, Apt or PO Box: 415 W 20TH ST
City, State: SANTA MONICA CA 90402

PS Form 3800 Instructions

7012 1010 0000 6175 2182
7012 1010 0000 6175 1994
7012 1010 0000 6175 2274
7012 1010 0000 6175 2298

U.S. Postal ServiceTM
CERTIFIED MAILTM RECEIPT
(Domestic Mail Only; No Insurance Coverage Provided)

For delivery information visit our website at www.usps.com

OFFICIAL USE
SANTA FE NM 87504

| | | |
|--|---------|---------------|
| Postage | \$ 1.90 | 0634 |
| Certified Fee | \$2.95 | 02 |
| Return Receipt Fee (Endorsement Required) | \$2.35 | Postmark Here |
| Restricted Delivery Fee (Endorsement Required) | \$0.00 | |
| Total Postage & Fees | | \$7.20 |

05/10/2012

STATE OF NEW MEXICO
STATE LAND OFFICE
PO BOX 1148
SANTA FE NM 87504

PS Form 3849, August 2004

U.S. Postal ServiceTM
CERTIFIED MAILTM RECEIPT
(Domestic Mail Only; No Insurance Coverage Provided)

For delivery information visit our website at www.usps.com

OFFICIAL USE
MIDLAND TX 79701

| | | |
|--|---------|---------------|
| Postage | \$ 1.90 | 0634 |
| Certified Fee | \$2.95 | 02 |
| Return Receipt Fee (Endorsement Required) | \$2.35 | Postmark Here |
| Restricted Delivery Fee (Endorsement Required) | \$0.00 | |
| Total Postage & Fees | | \$7.20 |

05/10/2012

COG OPERATING LLC
550 W TEXAS AVE
STE 100
MIDLAND TX 79701

PS Form 3849, August 2004

U.S. Postal ServiceTM
CERTIFIED MAILTM RECEIPT
(Domestic Mail Only; No Insurance Coverage Provided)

For delivery information visit our website at www.usps.com

OFFICIAL USE
OKLAHOMA CITY OK 73134

| | | |
|--|---------|---------------|
| Postage | \$ 1.90 | 0634 |
| Certified Fee | \$2.95 | 02 |
| Return Receipt Fee (Endorsement Required) | \$2.35 | Postmark Here |
| Restricted Delivery Fee (Endorsement Required) | \$0.00 | |
| Total Postage & Fees | | \$7.20 |

05/10/2012

Sent To
CHESAPEAKE EXPL LLC
PO BOX 18496
OKLAHOMA CITY OK 73134

PS Form 3849, August 2004

U.S. Postal ServiceTM
CERTIFIED MAILTM RECEIPT
(Domestic Mail Only; No Insurance Coverage Provided)

For delivery information visit our website at www.usps.com

OFFICIAL USE
MIDLAND TX 79705

| | | |
|--|---------|---------------|
| Postage | \$ 1.90 | 0634 |
| Certified Fee | \$2.95 | 02 |
| Return Receipt Fee (Endorsement Required) | \$2.35 | Postmark Here |
| Restricted Delivery Fee (Endorsement Required) | \$0.00 | |
| Total Postage & Fees | | \$7.20 |

05/10/2012

Sent To
OXY USA WTP
6 DESTA DRIVE
STE 6000
MIDLAND TX 79705

PS Form 3849, August 2004

U.S. Postal ServiceTM
CERTIFIED MAILTM RECEIPT
(Domestic Mail Only; No Insurance Coverage Provided)

For delivery information visit our website at www.usps.com

OFFICIAL USE
DEXTER NM 88230

| | | |
|--|---------|---------------|
| Postage | \$ 1.90 | 0634 |
| Certified Fee | \$2.95 | 02 |
| Return Receipt Fee (Endorsement Required) | \$2.35 | Postmark Here |
| Restricted Delivery Fee (Endorsement Required) | \$0.00 | |
| Total Postage & Fees | | \$7.20 |

05/10/2012

BOGLE LIMITED CO
7331 CHEROKEE ROAD
DEXTER NM 88230

PS Form 3849, August 2004

U.S. Postal ServiceTM
CERTIFIED MAILTM RECEIPT
(Domestic Mail Only; No Insurance Coverage Provided)

For delivery information visit our website at www.usps.com

OFFICIAL USE
ROSWELL NM 88202

| | | |
|--|---------|---------------|
| Postage | \$ 1.90 | 0634 |
| Certified Fee | \$2.95 | 02 |
| Return Receipt Fee (Endorsement Required) | \$2.35 | Postmark Here |
| Restricted Delivery Fee (Endorsement Required) | \$0.00 | |
| Total Postage & Fees | | \$7.20 |

05/10/2012

PAUL SLAYTON
PO BOX 2035
ROSWELL NM 88202-2035

PS Form 3849, August 2004

U.S. Postal Service[™]
CERTIFIED MAIL[™] RECEIPT
(Domestic Mail Only; No Insurance Coverage Provided)

For delivery information visit our website at www.usps.com

OFFICIAL USE
TULSA OK 74136

| | | |
|---|---------|------------------|
| Postage | \$ 1.90 | 0634 |
| Certified Fee | \$2.95 | 02 |
| Return Receipt Fee (Endorsement Required) | \$2.35 | Postmark Here |
| Restricted Delivery Fee (Endorsement Required) | \$0.00 | |
| Total Postage & Fees | \$7.20 | 05/10/2012 |

Sent **BIRD CREEK LLC**
7134 SOUTH YALE AVENUE
STE 600
TULSA OK 74136

U.S. Postal Service[™]
CERTIFIED MAIL[™] RECEIPT
(Domestic Mail Only; No Insurance Coverage Provided)

For delivery information visit our website at www.usps.com

OFFICIAL USE
TULSA OK 74136

| | | |
|---|---------|------------------|
| Postage | \$ 1.90 | 0634 |
| Certified Fee | \$2.95 | 02 |
| Return Receipt Fee (Endorsement Required) | \$2.35 | Postmark Here |
| Restricted Delivery Fee (Endorsement Required) | \$0.00 | |
| Total Postage & Fees | \$7.20 | 05/10/2012 |

Sent **SUNRAY MID-CONTINENT
OIL CO**
PO BOX 2039
TULSA OK 74136

U.S. Postal Service[™]
CERTIFIED MAIL[™] RECEIPT
(Domestic Mail Only; No Insurance Coverage Provided)

For delivery information visit our website at www.usps.com

OFFICIAL USE
ARTESIA NM 88210

| | | |
|---|---------|------------------|
| Postage | \$ 1.90 | 0634 |
| Certified Fee | \$2.95 | 02 |
| Return Receipt Fee (Endorsement Required) | \$2.35 | Postmark Here |
| Restricted Delivery Fee (Endorsement Required) | \$0.00 | |
| Total Postage & Fees | \$7.20 | 05/10/2012 |

Sent **BILL W CHASE**
PO BOX 515
ARTESIA NM 88210

U.S. Postal Service[™]
CERTIFIED MAIL[™] RECEIPT
(Domestic Mail Only; No Insurance Coverage Provided)

For delivery information visit our website at www.usps.com

OFFICIAL USE
AUSTIN TX 78738

| | | |
|---|---------|------------------|
| Postage | \$ 1.90 | 0634 |
| Certified Fee | \$2.95 | 02 |
| Return Receipt Fee (Endorsement Required) | \$2.35 | Postmark Here |
| Restricted Delivery Fee (Endorsement Required) | \$0.00 | |
| Total Postage & Fees | \$7.20 | 05/10/2012 |

Sent **THREE RIVERS ACQUISITION LLC**
3821 JUNIPER TRACE
STE 107
AUSTIN TX 78738

U.S. Postal Service[™]
CERTIFIED MAIL[™] RECEIPT
(Domestic Mail Only; No Insurance Coverage Provided)

For delivery information visit our website at www.usps.com

OFFICIAL USE
HOUSTON TX 77002

| | | |
|---|---------|------------------|
| Postage | \$ 1.90 | 0634 |
| Certified Fee | \$2.95 | 02 |
| Return Receipt Fee (Endorsement Required) | \$2.35 | Postmark Here |
| Restricted Delivery Fee (Endorsement Required) | \$0.00 | |
| Total Postage & Fees | \$7.20 | 05/10/2012 |

Sent **EDUCATIONAL FOUNDATION INC**
1300 MAIN
STE 1000
HOUSTON TX 77002

U.S. Postal Service[™]
CERTIFIED MAIL[™] RECEIPT
(Domestic Mail Only; No Insurance Coverage Provided)

For delivery information visit our website at www.usps.com

OFFICIAL USE
ARTESIA NM 88210

| | | |
|---|---------|------------------|
| Postage | \$ 1.90 | 0634 |
| Certified Fee | \$2.95 | 02 |
| Return Receipt Fee (Endorsement Required) | \$2.35 | Postmark Here |
| Restricted Delivery Fee (Endorsement Required) | \$0.00 | |
| Total Postage & Fees | \$7.20 | 05/10/2012 |

Sent **RICHARD & DIANNE CHASE**
PO BOX 693
ARTESIA NM 88210

Injection Permit Checklist (11/19/2010)

WFX _____ PMX _____ SWD 1336 Permit Date 5/30/12 UIC Qtr (A/R/J)

Wells 1 Well Name(s): ST22/151729BROC/SWD#9

API Num: 30-0 15-39771 Spud Date: Planned New/Old: N (UIC primacy March 7, 1982)

Footages 2526 FSL/1417 FWL Unit K Sec 15 Tsp 17S Rge 29E County EDY

General Location: 20 mi SE of Arbona

Operator: Three Rivers Operating Company, LLC Contact Billy Richwood

OGRID: 212295 RULE 5.9 Compliance (Wells) 6/312 (Finan Assur) OK IS 5.9 OK? ACOT in place

Well File Reviewed ✓ Current Status: NOT DRILL

Planned Work to Well: Drill, Cng

Diagrams: Before Conversion _____ After Conversion ✓ Elogs in Imaging File: None yet

| Well Details: | Sizes Hole.....Pipe | Setting Depths | Stage Tool | Cement Sx or Cf | Determination Method |
|-------------------------------|------------------------|-------------------|---------------|--------------------|-------------------------|
| New ___ Existing ___ Surface | <u>17 1/2 13 3/8</u> | <u>450</u> | <u>—</u> | <u>375</u> | <u>CIRC</u> |
| New ___ Existing ___ Interm | <u>12 1/4 8 5/8</u> | <u>3000'</u> | <u>—</u> | <u>1250</u> | <u>CIRC</u> |
| New ___ Existing ___ LongSt | <u>7 7/8 5 1/2</u> | <u>9450 TD</u> | | <u>2205X</u> | <u>7900' Planned</u> |
| New ___ Existing ___ Liner | | | | | |
| New ___ Existing ___ OpenHole | | | | | |

Depths/Formations:

| | Depths, Ft. | Formation | Tops? |
|--------------------|-------------|---------------|---|
| Formation(s) Above | <u>7390</u> | <u>WC</u> | <u>✓</u> |
| | <u>8125</u> | <u>C1500</u> | <u>✓</u> |
| Injection TOP: | <u>8770</u> | <u>C1500</u> | Max. PSI <u>1754</u> OpenHole Perfs <u>✓</u> |
| Injection BOTTOM: | <u>9330</u> | <u>Canyon</u> | Tubing Size <u>27/8</u> Packer Depth <u>8670'</u> |
| Formation(s) Below | | | |

Capitan Reef? (Potash?) Noticed? _____ WHPP? Noticed? Salado Top/Bot (120'-) Cliff House? _____

Fresh Water: Depths: 4120' Formation ? Wells? NONE Analysis? ✓ Affirmative Statement ✓

Disposal Fluid Analysis? ✓ Sources: 3 RVRs wells in area

Disposal Interval: Analysis? NONE Production Potential/Testing: _____

Notice: Newspaper Date 5/11/12 Surface Owner SLD Mineral Owner(s) SLD/PLM

RULE 26.7(A) Affected Persons: See LIST 5/10/12

AOR: Maps? ✓ Well List? ✓ Producing in Interval? NP Wellbore Diagrams? —

.....Active Wells 2 Repairs? 0 Which Wells? —

.....P&A Wells 1 Repairs? — Which Wells? —

Issues: MUOLAS/LOG Request Sent _____ Reply: _____