

|   |                                     |  |  |  |                                    |   |                           |               |          |        |
|---|-------------------------------------|--|--|--|------------------------------------|---|---------------------------|---------------|----------|--------|
| Submit To Appropriate District Office<br>Two Copies<br><b>District I</b><br>1625 N. French Dr., Hobbs, NM 88249<br><b>District II</b><br>811 S. First St., Artesia, NM 88210<br><b>District III</b><br>1000 Rio Brazos Rd., Aztec, NM 87410<br><b>District IV</b><br>1230 S. St. Francis Dr., Santa Fe, NM 87505  |                                     | State of New Mexico<br><b>NM OIL CONSERVATION</b><br>Energy, Minerals and Natural Resources<br><b>ARTESIA DISTRICT</b><br><div style="position: relative; height: 40px;"> <div style="position: absolute; top: -20px; left: 50%; transform: translate(-50%, -50%);">JUL 14 2017</div> <div style="position: absolute; top: 0; left: 50%; transform: translate(-50%, 0);">RECEIVED</div> </div> Oil Conservation Division<br>1220 South St. Francis Dr.<br>Santa Fe, NM 87505 |  |  |                                    | <b>Form C-105</b><br>Revised April 3, 2017  |                           |               |          |        |
| <b>WELL COMPLETION OR RECOMPLETION REPORT AND LOG</b>   |                                     |  |  |  |                                    |   |                           |               |          |        |
| 4. Reason for filing:<br><input checked="" type="checkbox"/> <b>COMPLETION REPORT</b> (Fill in boxes #1 through #31 for State and Fee wells only)<br><br><input type="checkbox"/> <b>C-144 CLOSURE ATTACHMENT</b> (Fill in boxes #1 through #9, #15 Date Rig Released and #32 and/or #33; attach this and the plat to the C-144 closure report in accordance with 19.15.17.13.K NMAC) |                                     |  |  | 5. Lease Name or Unit Agreement Name<br>CYPRESS<br><br>6. Well Number:<br><br>1H |                                    |   |                           |               |          |        |
| 7. Type of Completion:<br><input checked="" type="checkbox"/> NEW WELL <input type="checkbox"/> WORKOVER <input type="checkbox"/> DEEPENING <input type="checkbox"/> PLUGBACK <input type="checkbox"/> DIFFERENT RESERVOIR <input type="checkbox"/> OTHER   |                                     |  |  |  |                                    |   |                           |               |          |        |
| 8. Name of Operator<br>BLACK MOUNTAIN OPERATING LLC   |                                     |  |  | 9. OGRID<br>371127   |                                    |   |                           |               |          |        |
| 10. Address of Operator<br><br>500 Main Street Suite 1200 Fort Worth, TX 76102  |                                     |  |  | 11. Pool name or Wildcat<br><br>PURPLESAGE, WOLFCAMP                             |                                    |   |                           |               |          |        |
| 12. Location  | Unit Ltr                            | Section  | Township                                 | Range  | Lot                                | Feet from the   | N/S Line                  | Feet from the | E/W Line | County |
| <b>Surface:</b>   | M                                   | 9  | 23S                                      | 27E  |                                    | 655'  | SOUTH                     | 190'          | WEST     | EDDY   |
| <b>BH:</b>  | P                                   | 9  | 23S                                      | 27E  |                                    | 340'  | SOUTH                     | 330'          | EAST     | EDDY   |
| 13. Date Spudded<br>04/07/2017  | 14. Date T.D. Reached<br>04/27/2017 | 15. Date Rig Released  |  | 16. Date Completed (Ready to Produce)<br><b>5-21-2017</b>                        |                                    | 17. Elevations (DF and RKB, RT, GR, etc.) 3,174'  |                           |               |          |        |
| 18. Total Measured Depth of Well<br>13,922' / <b>9101</b>   |                                     | 19. Plug Back Measured Depth<br>13,865'  |  | 20. Was Directional Survey Made?<br>YES  |                                    | 21. Type Electric and Other Logs Run<br>CBL   |                           |               |          |        |
| 22. Producing Interval(s), of this completion - Top, Bottom, Name<br>9,640'-13,862', WOLFCAMP   |                                     |  |  |  |                                    |   |                           |               |          |        |
| <b>23. CASING RECORD (Report all strings set in well)</b>   |                                     |  |  |  |                                    |   |                           |               |          |        |
| CASING SIZE   | WEIGHT L.B./FT.                     | DEPTH SET  |  | HOLE SIZE  |                                    | CEMENTING RECORD  |                           | AMOUNT PULLED |          |        |
| 13-3/8"   | 54.5 #                              | 450'   |  | 20"  |                                    | 420 SKS   |                           |               |          |        |
| 9-5/8"  | 40 #                                | 2,156'   |  | 12-1/4"  |                                    | 540 SKS   |                           |               |          |        |
| 7"  | 26 #                                | 9,260'   |  | 8-3/4"   |                                    | 796 SKS   |                           |               |          |        |
| 5-1/2" & 4-1/2"   | 20# & 13.5#                         | 13,922'  |  | 6-1/8"   |                                    | 472 SKS   |                           |               |          |        |
| <b>24. LINER RECORD</b>   |                                     |  |  |  |                                    |   |                           |               |          |        |
| SIZE  | TOP                                 | BOTTOM   | SACKS CEMENT                             | SCREEN   |                                    |   |                           |               |          |        |
|   |                                     |  |  |  |                                    |   |                           |               |          |        |
| <b>25. TUBING RECORD</b>  |                                     |  |  |  |                                    |   |                           |               |          |        |
| SIZE  | DEPTH SET                           | PACKER SET   |  |  |                                    |   |                           |               |          |        |
|   |                                     |  |  |  |                                    |   |                           |               |          |        |
| 26. Perforation record (interval, size, and number)<br><br>*SEE JOB SUMMARY*      9,640'-13,862'  |                                     |  |  |  |                                    | 27. ACID, SHOT, FRACTURE, CEMENT, SQUEEZE, ETC.<br>DEPTH INTERVAL      AMOUNT AND KIND MATERIAL USED<br>*SEE JOB SUMMARY* |                           |               |          |        |
|   |                                     |  |  |  |                                    |   |                           |               |          |        |
| <b>28. PRODUCTION</b>   |                                     |  |  |  |                                    |   |                           |               |          |        |
| Date First Production<br><b>5/13/2017</b> <b>5-21-2017</b>  |                                     | Production Method (Flowing, gas lift, pumping - Size and type pump)<br><b>FLOWING</b>  |  |  |                                    | Well Status (Prod. or Shut-in)<br><b>PROD</b>   |                           |               |          |        |
| Date of Test<br><b>6/2/2017</b>   | Hours Tested<br><b>24</b>           | Choke Size<br><b>24/64</b>   | Prod'n For Test Period                   | Oil - Bbl<br><b>1,142</b>  | Gas - MCF<br><b>3,320</b>          | Water - Bbl<br><b>2,167</b>   | Gas - Oil Ratio           |               |          |        |
| Flow Tubing Press.<br><b>N/A</b>  | Casing Pressure<br><b>2050</b>      | Calculated 24-Hour Rate  | Oil - Bbl                                | Gas - MCF  | Water - Bbl                        | Oil Gravity - API - (Corr.)   |                           |               |          |        |
| 29. Disposition of Gas (Sold, used for fuel, vented, etc.)  |                                     |  |  |  |                                    | 30. Test Witnessed By   |                           |               |          |        |
| 31. List Attachments<br><b>CBL</b>  |                                     |  |  |  |                                    |   |                           |               |          |        |
| 32. If a temporary pit was used at the well, attach a plat with the location of the temporary pit.  |                                     |  |  |  |                                    | 33. Rig Release Date: <b>4/30/2017</b>  |                           |               |          |        |
| 34. If an on-site burial was used at the well, report the exact location of the on-site burial:   |                                     |  |  |  |                                    |   |                           |               |          |        |
| Latitude      Longitude      NAD83  |                                     |  |  |  |                                    |   |                           |               |          |        |
| I hereby certify that the information shown on both sides of this form is true and complete to the best of my knowledge and belief  |                                     |  |  |  |                                    |   |                           |               |          |        |
| Signature   |                                     |  | Printed Name<br><b>John Wierzowiecki</b> |  | Title<br><b>Operations Manager</b> |   | Date<br><b>05/22/2017</b> |               |          |        |
| E-mail Address: <b>john.wierzowiecki@blackmtn.com</b>   |                                     |  |  |  |                                    |   |                           |               |          |        |

## INSTRUCTIONS

This form is to be filed with the appropriate District Office of the Division not later than 20 days after the completion of any newly-drilled or deepened well and not later than 60 days after completion of closure. When submitted as a completion report, this shall be accompanied by one copy of all electrical and radio-activity logs run on the well and a summary of all special tests conducted, including drill stem tests. All depths reported shall be measured depths. In the case of directionally drilled wells, true vertical depths shall also be reported. For multiple completions, items 11, 12 and 26-31 shall be reported for each zone.

INDICATE FORMATION TOPS IN CONFORMANCE WITH GEOGRAPHICAL SECTION OF STATE

| Southeastern New Mexico |           | Northwestern New Mexico |                  |
|-------------------------|-----------|-------------------------|------------------|
| T. Anby                 | T. Canyon | T. Chinle               | T. Penn A"       |
| T. Salt                 |           |                         | T. Penn. "B"     |
| B. Salt                 |           |                         | T. Penn. "C"     |
| T. Yates                |           |                         | T. Penn. "D"     |
| T. 7 Rivers             |           |                         | T. Leadville     |
| T. Queen                |           |                         | T. Madison       |
| T. Grayburg             |           |                         | T. Elbert        |
| T. San Andres           |           |                         | T. McCracken     |
| T. Glorieta             |           |                         | T. Ignacio Otzie |
| T. Paddock              |           |                         | T. Granite       |
| T. Blinberry            |           |                         |                  |
| T. Tubb                 |           |                         |                  |
| T. Drinkard             |           |                         |                  |
| T. Abo                  |           |                         |                  |
| T. Wolfcamp             |           |                         |                  |
| T. Penn                 |           | T. Chinle               |                  |
| T. Cisco (Bough C)      |           | T. Permian              |                  |

## OIL OR GAS SANDS OR ZONES

No. 1, from.....to.....  
No. 2, from.....to.....  
No. 3, from.....to.....  
No. 4, from.....to.....

## IMPORTANT WATER SANDS

**Include data on rate of water inflow and elevation to which water rose in hole.**

No. 1, from.....to.....feet.....  
 No. 2, from.....to.....feet.....  
 No. 3, from.....to.....feet.....

## LITHOLOGY RECORD (Attach additional sheet if necessary)

| From | To | Thickness<br>In Feet | Lithology |
|------|----|----------------------|-----------|
|      |    |                      |           |

| From | To | Thickness<br>In Feet | Lithology |
|------|----|----------------------|-----------|
|      |    |                      |           |