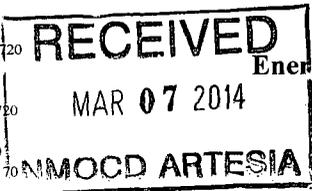


District I
 1625 N. French Dr., Hobbs, NM 88240
 Phone: (575) 393-6161 Fax: (575) 393-0720
District II
 811 S. First St., Artesia, NM 88210
 Phone: (575) 748-1283 Fax: (575) 748-9720
District III
 1000 Rio Brazos Road, Aztec, NM 87410
 Phone: (505) 334-6178 Fax: (505) 334-6170
District IV
 1220 S. St.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



State of New Mexico

Form C-101
 Revised July 18, 2013

Energy Minerals and Natural Resources

Oil Conservation Division

AMENDED REPORT

1220 South St. Francis Dr.

Santa Fe, NM 87505

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

Operator Name and Address TARCO ENERGY, L.C. 12403 CR 2300, Lubbock, TX 79456		OGRID Number 279579
Property Code 39400		Property Name BRADE STATE
		Well No. 5
		API Number 42121

7. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet from	N/S Line	Feet From	E/W Line	County
C	2	18S	27E	3	658	North	1984	West	Eddy

8. Proposed Bottom Hole Location

UL - Lot	Section	Township	Range	Lot Idn	Feet from	N/S Line	Feet From	E/W Line	County
C	2	18S	27E	3	658	North	1984	West	Eddy

9. Pool Information

Pool Name EMPIRE;YATES-SEVEN RIVERS	Pool Code 22230
---	---------------------------

Additional Well Information

Work Type N	Well Type I	Cable/Rotary Air Rotary	Lease Type S	Ground Level Elevation 3591.3
Multiple No	Proposed Depth 530	Formation Seven Rivers	Contractor	Spud Date
Depth to Ground water		Distance from nearest fresh water well		Distance to nearest surface water

We will be using a closed-loop system in lieu of lined pits

21. Proposed Casing and Cement Program

Type	Hole Size	Casing Size	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surface	7.875	4.5	9.5 #	530	100 sxs	0

Casing/Cement Program: Additional Comments

The dilling Rig is truck mounted. Drill 7 7/8 hole to 530'. Set 4.5" casing, cement to surface. Perforate Seven Rivers formation.

22. Proposed Blowout Prevention Program

Type	Working Pressure	Test Pressure	Manufacturer
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 I have complied with 19.15.14.9 (A) NMAC and/or 19.15.14.9 (B) NMAC , if applicable.

Signature: *Eddie Seay*
 Printed name: **Eddie Seay**

Title: **Agent**

E-mail Address: **seay04@leaco.net**

Date: **03/04/2014** Phone: **575-390-2454**

OIL CONSERVATION DIVISION

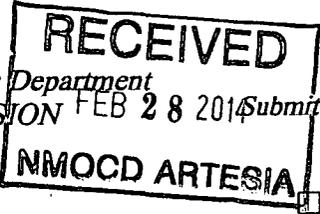
Approved By: *T.C. Shepard*
 Title: **"Geologist"**

Approved Date: **3-7-2014** Expiration Date: **3-7-2016**

Conditions of Approval Attached

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State of New Mexico
Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505



Form C-102
Revised August 1, 2011
Submit one copy to appropriate
District Office
AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-015-42121	Pool Code 22230	Pool Name Empire Yates - Saven Rivers
Property Code 39400	Property Name BRAD STATE	Well Number 5
OGRID No. 279579	Operator Name TARCO ENERGY, L.C.	Elevation 3591.3'

Surface Location

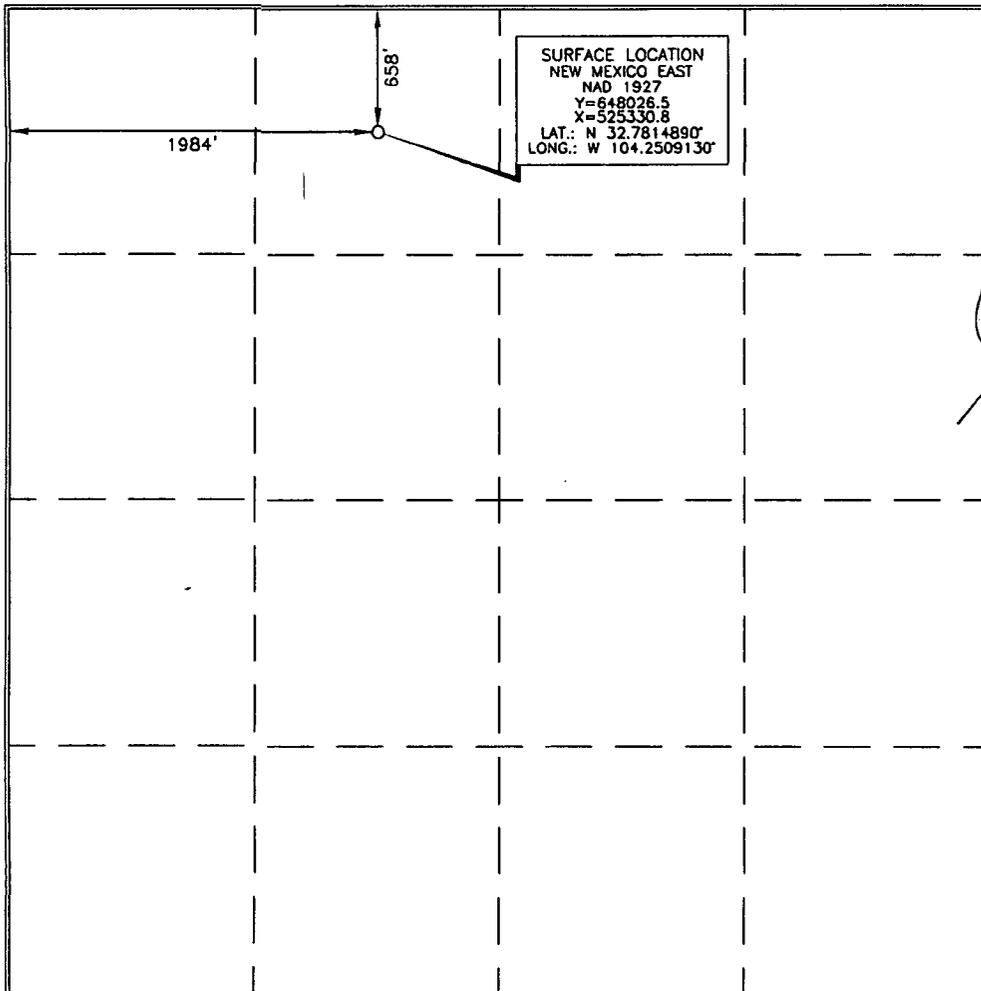
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
C	2	18 SOUTH	27 EAST, N.M.P.M.		658'	NORTH	1984'	WEST	EDDY

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.



OPERATOR CERTIFICATION

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.

Joe L. Tarver 11/3/2012
Signature Date

JOE L. TARVER
Printed Name
JOE@TARCOsupply.com
E-mail Address

SURVEYOR CERTIFICATION

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.

Jerry J. Asberry
Date of Survey
OCTOBER 29, 2013

Jerry J. Asberry
Signature and Seal of Professional Surveyor

Jerry J. Asberry 11/1/2013
Certificate Number 15079

Permit Conditions of Approval

API: 30-015-42121

Sarco Energy

OCD Reviewer	Condition
CSHAPARD	Once the well is spud, to prevent ground water contamination through whole or partial conduits from the surface, the operator shall drill without interruption through the fresh water zone or zones and shall immediately set in cement the water protection string