

District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico

HOBBS Energy, Minerals & Natural Resources

Form C-104
Revised October 15, 2009

Submit one copy to appropriate District Office

☐ AMENDED REPORT

I. REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT

¹ Operator name and Address Merit Energy Company 13727 Noel Rd, Ste 500 Dallas, TX 75240		² OGRID Number 14591
⁴ API Number 30 - 0125-08830		³ Reason for Filing Code/ Effective Date DHC 08/03/2011
⁵ Pool Name Jalmat Tansill Yates 7 Rivers (GAS)	⁶ Pool Code 79240	⁸ Well Number 7
⁷ Property Code 30-0125-08830	⁹ Property Name State A A/C 2	

II. ¹⁰ Surface Location

UL or lot no	Section	Township	Range	Lot Idn	Feet from the	North/South	Feet from the	East/West line	County
D	8	22S	36E		660	North	600	West	Lea

III. Bottom Hole Location

UL or lot no	Section	Township	Range	Lot Idn	Feet from the	North/South	Feet from the	East/West line	County
¹² Lease Code	¹³ Producing Method Code	¹⁴ Gas Connection Date	¹⁵ C-129 Permit Number	¹⁶ C-129 Effective Date	¹⁷ C-129 Expiration Date				

III. Oil and Gas Transporters

¹⁸ Transporter OGRID	¹⁹ Transporter Name and Address	²⁰ O/G/W

IV. Well Completion Data

²¹ Spud Date 08/04/2011	²² Ready Date 08/04/2011	²³ TD 3875	²⁴ PBDT 3875	²⁵ Perforations 3151-3398	²⁶ DHC MC 4403
²⁷ Hole Size	²⁸ Casing & Tubing Size	²⁹ Depth Set	³⁰ Sacks Cement		

V. Well Test Data

³¹ Date New Oil 08/04/2011	³² Gas Delivery Date 08/04/2011	³³ Test Date 09/20/2011	³⁴ Test Length 24	³⁵ Tbg Pressure 0	³⁶ Csg Pressure 10
³⁷ Choke Size 64/64	³⁸ Oil 0/8" I	³⁹ Water 0/58	⁴⁰ Gas 12/12		⁴¹ Test Method Pump
⁴² I hereby certify that the rules of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief Signature			OIL CONSERVATION DIVISION		
Printed name Matt Ogden			Approved by		
Title Regulatory Analyst			Title BETH LEUNA		
E-mail Address matt.ogden@meritenergy.com			Approval Date FEB 29 2012		
Date 11/22/2011			Phone (972)628-1603		

PR Jalmat T. Y. SR (D12) (33820)

FEB 29 2012

District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87401
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

Form C-104
Revised October 15, 2009

Submit one copy to appropriate District Office

☐ AMENDED REPORT

I. REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT

¹ Operator name and Address Merit Energy Company 13727 Noel Rd, Ste 500 Dallas, TX 75240		² OGRID Number 14591
		³ Reason for Filing Code/ Effective Date DHC 08/03/2011
⁴ API Number 30 - 0025-08830	⁵ Pool Name Eunice 7 Rivers Queen South	⁶ Pool Code 24130
⁷ Property Code 306852	⁸ Property Name State A A/C 2	⁹ Well Number 7

II. ¹⁰ Surface Location

UL or lot no	Section	Township	Range	Lot Idn	Feet from the	North/South	Feet from the	East/West line	County
D	8	22S	36E		660	North Line	600	West	Lea

¹¹ Bottom Hole Location

UL or lot no	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
¹² Lse Code	¹³ Producing Method Code	¹⁴ Gas Connection Date	¹⁵ C-129 Permit Number	¹⁶ C-129 Effective Date	¹⁷ C-129 Expiration Date				

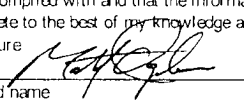
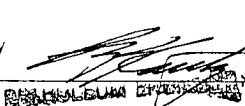
III. Oil and Gas Transporters

¹⁸ Transporter OGRID	¹⁹ Transporter Name and Address	²⁰ O/G/W

IV. Well Completion Data

²¹ Spud Date 08/04/2011	²² Ready Date 08/04/2011	²³ TD 3875	²⁴ PBTD 3875	²⁵ Perforations 3740-3864	²⁶ DHC IMC 4403
²⁷ Hole Size	²⁸ Casing & Tubing Size	²⁹ Depth Set	³⁰ Sacks Cement		

V. Well Test Data

³¹ Date New Oil 08/04/2011	³² Gas Delivery Date 08/04/2011	³³ Test Date 09/20/2011	³⁴ Test Length 24	³⁵ Tbg Pressure 0	³⁶ Csg Pressure 10
³⁷ Choke Size 64/64	³⁸ Oil 0/0	³⁹ Water 58/58	⁴⁰ Gas 0/12		⁴¹ Test Method Pump
⁴² I hereby certify that the rules of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief. Signature: 			OIL CONSERVATION DIVISION		
Printed name Matt Ogden			Approved by: 		
Title Regulatory Analyst			Title REGULATORY ANALYST		
E-mail Address matt.ogden@meritenergy.com			Approval Date FEB 29 2012		
Date 11/22/2011		Phone (972)628-1603			