

District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., 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
Energy, Minerals & Natural Resources
Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-104
Revised August 1, 2011

Submit one copy to appropriate District Office

☐ AMENDED REPORT

I. REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT

| | | |
|---|--|--|
| ¹ Operator name and Address ARMSTRONG ENERGY CORPORATION P.O. Box 1973 Roswell, New Mexico 88202-1973 | | ² OGRID Number 001092 |
| | | ³ Reason for Filing Code/ Effective Date Change of Transporter |
| ⁴ API Number 30-025-27896 | ⁵ Pool Name Pearl Queen | ⁶ Pool Code 49780 |
| ⁷ Property Code 001575 | ⁸ Property Name Government "E" | ⁹ Well Number 7 |

II. ¹⁰ Surface Location

| | | | | | | | | | |
|--------------------|---------------|-----------------|--------------|---------|----------------------|---------------------------|-----------------------|------------------------|---------------|
| UL or lot no. C | Section 25 | Township 19S | Range 34E | Lot Idn | Feet from the 660 | North/South Line North | Feet from the 1980 | East/West line West | County 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

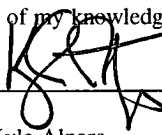
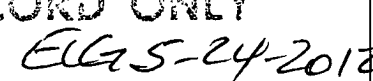
| | | |
|--|---|--------------------------|
| ¹⁸ Transporter OGRID 288243 34019 | ¹⁹ Transporter Name and Address Phillips 66 Company 1230 Plaza Office Building, Bartlesville, OK 74004 | ²⁰ O/G/W O |
| | | |
| | | |
| | | |
| | | |
| | | |
| | | |

IV. Well Completion Data

| | | | | | |
|-------------------------|------------------------------------|-------------------------|----------------------------|----------------------------|-----------------------|
| ²¹ Spud Date | ²² Ready Date | ²³ TD | ²⁴ PBTB | ²⁵ Perforations | ²⁶ DHC, MC |
| ²⁷ Hole Size | ²⁸ Casing & Tubing Size | ²⁹ Depth Set | ³⁰ Sacks Cement | | |
| | | | | | |
| | | | | | |
| | | | | | |
| | | | | | |

V. Well Test Data

| | | | | | |
|----------------------------|---------------------------------|-------------------------|---------------------------|-----------------------------|-----------------------------|
| ³¹ Date New Oil | ³² Gas Delivery Date | ³³ Test Date | ³⁴ Test Length | ³⁵ Tbg. Pressure | ³⁶ Csg. Pressure |
| ³⁷ Choke Size | ³⁸ Oil | ³⁹ Water | ⁴⁰ Gas | | ⁴¹ Test Method |

| | | | |
|--|------------------------|--|--|
| 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 FOR RECORD ONLY Approved by:  | |
| Printed name: Kyle Alpers | | Title: | |
| Title: Engineer | | Approval Date: | |
| E-mail Address: kalpers@armstrongenergycorp.com | | | |
| Date: May 22, 2012 | Phone: 575-625-2222 | | |