

MAR 13 2014

State of New Mexico  
Energy, Minerals and Natural Resources Department  
Oil Conservation Division Hobbs District Office

RECEIVED

BRADENHEAD TEST REPORT

|                                              |                            |
|----------------------------------------------|----------------------------|
| Operator Name<br>Yates Petroleum Corporation | API Number<br>30-025-31110 |
| Property Name<br>Red Hat State SWD           | Well No.<br>1              |

Surface Location

|               |              |                 |              |                   |               |                   |               |               |
|---------------|--------------|-----------------|--------------|-------------------|---------------|-------------------|---------------|---------------|
| UL - Lot<br>G | Section<br>2 | Township<br>16S | Range<br>33E | Feet from<br>3300 | N/S Line<br>S | Feet From<br>1980 | E/W Line<br>E | County<br>Lea |
|---------------|--------------|-----------------|--------------|-------------------|---------------|-------------------|---------------|---------------|

Well Status

|                  |         |                  |      |
|------------------|---------|------------------|------|
| Well Status<br>A | SHUT-IN | PRODUCING<br>SWD | DATE |
|------------------|---------|------------------|------|

OPEN BRADENHEAD AND INTERMEDIATE TO ATMOSPHERE INDIVIDUALLY FOR 15 MINUTES EACH

OBSERVED DATA

If bradenhead flowed water, check all of the descriptions that apply:

|                      | (A)Surf-Interm | (B)Interm(1)-Interm(2) | (C)Interm-Prod | (D)Prod-Csng | (E)Tubing |
|----------------------|----------------|------------------------|----------------|--------------|-----------|
| Pressure             | D              |                        |                | D            | 650 PSI   |
| Flow Characteristics |                |                        |                |              |           |
| Puff                 | Y / N          | Y / N                  | Y / N          | Y / N        |           |
| Steady Flow          | Y / N          | Y / N                  | Y / N          | Y / N        |           |
| Surges               | Y / N          | Y / N                  | Y / N          | Y / N        |           |
| Down to nothing      | Y / N          | Y / N                  | Y / N          | (Y) / N      |           |
| Gas or Oil           | Y / N          | Y / N                  | Y / N          | Y / N        |           |
| Water                | Y / N          | Y / N                  | Y / N          | Y / N        |           |

If bradenhead flowed water, check all of the descriptions that apply:

|       |       |       |        |       |
|-------|-------|-------|--------|-------|
| CLEAR | FRESH | SALTY | SULFUR | BLACK |
|-------|-------|-------|--------|-------|

Remarks:

BS. OCD

|                           |                           |
|---------------------------|---------------------------|
| Signature: [Signature]    | OIL CONSERVATION DIVISION |
| Printed name: [Name]      | Entered into RBDMS        |
| Title: Production Foreman | Re-test                   |
| E-mail Address: [Email]   |                           |
| Date: 2/19/2014           | Phone: (575) 513-1694     |
| Witness: [Signature]      |                           |

MAR 18 2014