

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

OCT 24 2014

BRADENHEAD TEST REPORT

RECEIVED

|                                                      |  |                                     |
|------------------------------------------------------|--|-------------------------------------|
| Operator Name<br><b>CANO Petroleum of New Mexico</b> |  | API Number<br><b>30005290290000</b> |
| Property Name<br><b>C. 200</b>                       |  | Well No.<br><b>826</b>              |

1. Surface Location

|                      |                      |                       |                     |                          |                      |                          |                      |                         |
|----------------------|----------------------|-----------------------|---------------------|--------------------------|----------------------|--------------------------|----------------------|-------------------------|
| UL - Lot<br><b>G</b> | Section<br><b>11</b> | Township<br><b>8S</b> | Range<br><b>30E</b> | Feet from<br><b>1982</b> | N/S Line<br><b>N</b> | Feet From<br><b>1954</b> | E/W Line<br><b>E</b> | County<br><b>Chaves</b> |
|----------------------|----------------------|-----------------------|---------------------|--------------------------|----------------------|--------------------------|----------------------|-------------------------|

Well Status

|                  |           |                |           |                        |     |     |          |     |                       |
|------------------|-----------|----------------|-----------|------------------------|-----|-----|----------|-----|-----------------------|
| TA'D WELL<br>YES | <b>NO</b> | SHUT-IN<br>YES | <b>NO</b> | INJECTOR<br><b>INJ</b> | SWD | OIL | PRODUCER | GAS | DATE<br><b>9/2/14</b> |
|------------------|-----------|----------------|-----------|------------------------|-----|-----|----------|-----|-----------------------|

OBSERVED DATA

|                      | (A)Surface | (B)Interm(1) | (C)Interm(2) | (D)Prod Csg | (E)Tubing     |
|----------------------|------------|--------------|--------------|-------------|---------------|
| Pressure             | <b>0</b>   |              |              |             | <b>400</b>    |
| Flow Characteristics |            |              |              |             |               |
| Pull                 | <b>Y/N</b> | <b>Y/N</b>   | <b>Y/N</b>   | <b>Y/N</b>  | CO2           |
| Steady Flow          | <b>Y/N</b> | <b>Y/N</b>   | <b>Y/N</b>   | <b>Y/N</b>  | WTR <b>X</b>  |
| Surges               | <b>Y/N</b> | <b>Y/N</b>   | <b>Y/N</b>   | <b>Y/N</b>  | GAS           |
| Down to nothing      | <b>Y/N</b> | <b>Y/N</b>   | <b>Y/N</b>   | <b>Y/N</b>  | Type of Fluid |
| Gas or Oil           | <b>Y/N</b> | <b>Y/N</b>   | <b>Y/N</b>   | <b>Y/N</b>  | Injected for  |
| Water                | <b>Y/N</b> | <b>Y/N</b>   | <b>Y/N</b>   | <b>Y/N</b>  | Waterflood if |
|                      |            |              |              |             | applies       |

Remarks - Please state for each string (A,B,C,D,E) pertinent information regarding bleed down or continuous build up if applies.

FOR RECORD ONLY

B8 11/7/2014

|                                                    |                           |
|----------------------------------------------------|---------------------------|
| Signature: <b>Robert McKenzie</b>                  | OIL CONSERVATION DIVISION |
| Printed name: <b>Robert McKenzie</b>               | Entered into RBDMS        |
| Title: <b>SR Field Ops Mgr</b>                     | Re-test                   |
| E-mail Address: <b>Robert.McKenzie@NMOServ.com</b> |                           |
| Date: <b>9/2/14</b>                                | Phone:                    |
| Witness: <b>[Signature]</b>                        |                           |

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