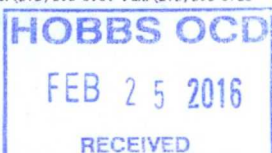


District I  
1625 N. French Dr., Hobbs, NM 88240  
Phone: (575) 393-6161 Fax: (575) 393-0720



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

BRADENHEAD TEST REPORT

|                                          |                        |                        |                      |                         |                                   |                         |                      |                        |  |
|------------------------------------------|------------------------|------------------------|----------------------|-------------------------|-----------------------------------|-------------------------|----------------------|------------------------|--|
| Operator Name<br><b>Chesron USA</b>      |                        |                        |                      |                         | API Number<br><b>30-025-29925</b> |                         |                      |                        |  |
| Property Name<br><b>NM R State NCT-3</b> |                        |                        |                      |                         | Well No.<br><b>24</b>             |                         |                      |                        |  |
| 7. Surface Location                      |                        |                        |                      |                         |                                   |                         |                      |                        |  |
| UL - Lot<br><b>P</b>                     | Section<br><b>1</b>    | Township<br><b>18S</b> | Range<br><b>34 E</b> | Feet from<br><b>860</b> | N/S Line<br><b>S</b>              | Feet From<br><b>660</b> | E/W Line<br><b>E</b> | County<br><b>Lea</b>   |  |
| Well Status                              |                        |                        |                      |                         |                                   |                         |                      |                        |  |
| YES                                      | TA'D WELL<br><b>NO</b> | YES                    | SHUT-IN<br><b>NO</b> | INJ                     | INJECTOR<br>SWD                   | <b>OIL</b>              | PRODUCER<br>GAS      | DATE<br><b>2/24/16</b> |  |

OBSERVED DATA

|                      | (A)Surface   | (B)Interm(1) | (C)Interm(2) | (D)Prod Csg | (E)Tubing     |
|----------------------|--------------|--------------|--------------|-------------|---------------|
| Pressure             | $\phi$       | $\phi$       | $\phi$       | <b>20</b>   | <b>80</b>     |
| Flow Characteristics |              |              |              |             |               |
| Puff                 | Y / <b>N</b> | <b>Y</b> / N | <b>Y</b> / N | Y / N       | CO2 ___       |
| Steady Flow          | Y / <b>N</b> | Y / <b>N</b> | Y / <b>N</b> | Y / N       | WTR ___       |
| Surges               | Y / <b>N</b> | Y / <b>N</b> | Y / <b>N</b> | Y / N       | GAS ___       |
| Down to nothing      | <b>N</b> / N | <b>N</b> / N | <b>N</b> / N | Y / N       | Type of Fluid |
| Gas or Oil           | Y / <b>N</b> | Y / <b>N</b> | Y / <b>N</b> | Y / N       | Injected for  |
| Water                | Y / <b>N</b> | Y / <b>N</b> | Y / <b>N</b> | Y / N       | 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.

|                                          |                            |                              |  |
|------------------------------------------|----------------------------|------------------------------|--|
| Signature: <b>DPB0mab8</b>               |                            | OIL CONSERVATION DIVISION    |  |
| Printed name: <b>Peter Dakurah</b>       |                            | Entered into RBDMS <b>CF</b> |  |
| Title: <b>Field specialist</b>           |                            | Re-test                      |  |
| E-mail Address: <b>PDRAK@chesron.com</b> |                            |                              |  |
| Date: <b>2-24-2016</b>                   | Phone: <b>575-390-7024</b> |                              |  |
| Witness: <b>Carl Flowers</b>             |                            |                              |  |

FEB 26 2016

In  
C.F.