

HOBBS OCS

APR 06 2016

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

BRADENHEAD TEST REPORT

|                                                    |                                   |
|----------------------------------------------------|-----------------------------------|
| Operator Name<br><u>Cancho / COG Operating LLC</u> | API Number<br><u>30-025-40890</u> |
| Property Name<br><u>Gunner 16 State SWD</u>        | Well No.<br><u>#1</u>             |

2. Surface Location

|                      |                      |                        |                     |                         |                        |                         |                        |                      |
|----------------------|----------------------|------------------------|---------------------|-------------------------|------------------------|-------------------------|------------------------|----------------------|
| UL - Lot<br><u>D</u> | Section<br><u>16</u> | Township<br><u>16S</u> | Range<br><u>34E</u> | Feet from<br><u>330</u> | N/S Line<br><u>FWL</u> | Feet From<br><u>330</u> | E/W Line<br><u>FWL</u> | County<br><u>Lea</u> |
|----------------------|----------------------|------------------------|---------------------|-------------------------|------------------------|-------------------------|------------------------|----------------------|

205

Well Status

|                                     |         |                             |      |
|-------------------------------------|---------|-----------------------------|------|
| Well Status<br><u>Injecting SWD</u> | SHUT-IN | PRODUCING<br><u>3/30/16</u> | 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 Casing | (E)Tubing       |
|----------------------|----------------|------------------------|----------------|----------------|-----------------|
| Pressure             | <u>-0</u>      | <u>N/A</u>             | <u>N/A</u>     |                | <u>1080 PSI</u> |
| Flow Characteristics |                |                        |                |                |                 |
| Puff                 | <u>Y/N</u>     | <u>Y/N</u>             | <u>Y/N</u>     | <u>Y/N</u>     |                 |
| Steady Flow          | <u>Y/N</u>     | <u>Y/N</u>             | <u>Y/N</u>     | <u>Y/N</u>     |                 |
| Surges               | <u>Y/N</u>     | <u>Y/N</u>             | <u>Y/N</u>     | <u>Y/N</u>     |                 |
| Down to nothing      | <u>Y/N</u>     | <u>Y/N</u>             | <u>Y/N</u>     | <u>Y/N</u>     |                 |
| Gas or Oil           | <u>Y/N</u>     | <u>Y/N</u>             | <u>Y/N</u>     | <u>Y/N</u>     |                 |
| Water                | <u>Y/N</u>     | <u>Y/N</u>             | <u>Y/N</u>     | <u>Y/N</u>     |                 |

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

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

Remarks:

|                                         |                              |
|-----------------------------------------|------------------------------|
| Signature: <u>Keenan Kern</u>           | OIL CONSERVATION DIVISION    |
| Printed name: <u>Keenan Kern</u>        | Entered into RBDMS <u>BS</u> |
| Title: <u>SWD Foreman</u>               | Re-test                      |
| E-mail Address: <u>KKern@Cancho.com</u> |                              |
| Date: <u>3/30/16</u>                    | Phone: <u>(432) 254-1631</u> |
| Witness:                                |                              |

APR 08 2016