Form 3160-5 (August 2007) **UNITED STATES** FORM APPROVED DEPARTMENT OF THE INTERIOR OMB NO. 1004-0135 SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals. Expires: July 31, 2010 Lease Serial No NMNM62223 6. If Indian, Allottee or Tribe Name If Unit or CA/Agreement, Name and/or No. Type of Well Well Name and No. SHARBRO FED 8 ☑ Oil Well ☐ Gas Well ☐ Other Name of Operator Contact: RONNIE L. YOUNG API Well No. ENERVEST OPERATING LLC E-Mail: ryoung@enervest.net 30-025-35154 3a. Address 3b. Phone No. (include area code) Ph: 713-495-6530 10. Field and Pool, or Exploratory 1001 FANNIN STREET SUITE 800 SAND DUNES (DELAWARE) HOUSTON, TX 77002-6708 Fx: 713-615-1461 4. Location of Well (Footage, Sec., T., R., M., or Survey Description, 11. County or Parish, and State Sec 7 T23S R32E NWNW 990FNL 710FWL LEA COUNTY, NM 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION □ Acidize □ Deepen ☐ Production (Start/Resume) ☐ Water Shut-Off Notice of Intent ☐ Alter Casing ☐ Fracture Treat ■ Well Integrity ☐ Reclamation ☐ Subsequent Report ☐ Casing Repair ■ New Construction Recomplete Other Final Abandonment Notice ☐ Change Plans ☐ Plug and Abandon ☐ Temporarily Abandon Convert to Injection Plug Back ☐ Water Disposal

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

Squeeze existing & add perfs

POOH w/rods & tbg. Test & replace as needed; Circ hole clean; RU Cementers;

Cmt sqz perfs 6,202-12', 6.726.56', 6923-41', 7.063-152', & 8,329.78;

Exact # of sks for each sqz to be determined by cmt company;

Insure PBTD is below 8,602'; bail as necessary; Spot acid across proposed perfs 8,558-74; RIH & run GR/CCL from PBTD to 5,000';

RIH w/3-1/8" csg gun & perf 8,558-74 w/2 SPF, 90 degree phasing, 0.4" EHD,

States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

34 total holes:

RIH & set packer @8,528" & test to 500#;

SEE ATTACHED FOR CONDITIONS OF APPROVAL

14. I hereby certify that the foregoing is true and correct.							
Electronic Submission #102098 verifie For ENERVEST OPERATIN	d by the G LLC,	BLN sent	Well	I Information System e Hobbs	٠		
Name (Printed/Typed) RONNIE L. YOUNG	Title	СО	MPLI	IANCE SUPERVISOR	/Par	POLEUM ENGH	W.
Signature (Electronic Submission)	Date		07/20	ADDDALLED		FEB 1 4 2011	
THIS SPACE FOR FEDERA	L OR	STA	TE C	PENDE USEUVLU	7		
Approved By	Title			FFB 9 2011		Date	
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.	Office		-	/ Dustin Winkle			
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any pure states any false fictitions or foundated at the section 1212, make it a crime for any pure states any false fictitions or foundated at the section 1212, make it a crime for any pure states any false fictitions or foundated at the section 1212, make it a crime for any pure states any false fictions or foundated at the section 1212, make it a crime for any pure states and the section 1212, make it a crime for any pure states and the section 1212 at the	erson kn	owingl	ly and	willfullyout Amake to any depa	tment or a	gency of the United	

Additional data for EC transaction #102098 that would not fit on the form

32. Additional remarks, continued

Swab well clean;
MIRU & spot 3,000 gal 7.5% NEFE w/68 ball sealers; flush w/2% KCL water;
Frac w/120,000 gals of 25# Borate XL gel, 20,000 gals of 10# liner gel
w/ 125,000# 20/40 Ottawa Sd & 50,000# resin-coated Ottawa Sd;
POOH w/pkr; Clean out well;
RIH w/2-7/8" tbg & rods;
Test well and put on production

Enervest Operating LLC NM-62223: Sharbro Federal #8 API: 30-025-35154 Lea County, New Mexico

RE: Recompletion – Conditions of Approval

There is to be no surface disturbance beyond the originally approved pad. A closed loop system is to be used. H2S monitoring and protection equipment is to be on site.

5000 (5M) BOP to be used. All blowout preventer (BOP) and related equipment (BOPE) shall comply with reasonable well control requirements. A two ram system with a blind ram and a pipe ram designed for the size of the work string shall be adequate. Tapered work strings will require an additional pipe ram. The manifold shall comply with Onshore Oil and Gas Order #2 Attachment I (2M Diagrams of Choke Manifold Equipment). The accumulator system shall have an immediately available power source to close the rams and retain 200 psi above pre-charge. The pre-charge test shall follow requirements in Onshore Order #2.

5M systems shall require two independent power sources, one of which may be nitrogen bottles (three minimum) maintaining a charge equal to the manufacturer's recommendations.

Submit subsequent report, a completion report with well test, and an updated wellbore schematic once work is completed.

DHW 020911