



OPERATOR'S MONTHLY REPORT OF OPERATIONS

OPERATOR INFORMATION

| | |
|--|---|
| OGCC Operator Number: <u>10651</u> | Contact Name and Telephone: |
| Name of Operator: <u>VERDAD RESOURCES LLC</u> | Name: <u>Kenny Trueax</u> |
| Address: <u>5950 CEDAR SPRINGS ROAD</u> | Phone: <u>(720) 651-8409</u> Fax: <u>(720) 531-6111</u> |
| City: <u>DALLAS</u> State: <u>TX</u> Zip: <u>75235</u> | Email: <u>Regulatory@verdadoil.com</u> |

OPERATOR COMMENTS AND SUBMITTAL

I hereby certify all statements made in this form are, to the best of my knowledge, true, correct, and complete.

Signed: _____ Print Name: Kenny Trueax
 Title: Regulatory Manager Date: 4/20/2017 Email: Regulatory@verdadoil.com

By checking this box, operator is requesting an updated Delinquent Report, AFTER the Form 7 has been processed

Operator Comments:

Corrents month and year for Januaray 2017 production reported in March 2017 as "December 2016."
 Adds an additional 193 bbls of oil sold on Cervi 03N-63W-34-1N (05-123-41204) for June 2016

Monthly Report of Operations

Submitted Items Summary Totals:

Submitted: 15 Approved: 15 Modified: 1 Deleted: 0

Total 15 Approved

| No | API # | Well Name | Formation Code | Well Status |
|-----------------------|--------------|-------------------------|----------------|-------------|
| Report Month: 06/2016 | | | | |
| 15 | 123-41204-00 | CERVI 03N-63W-34-1N | NBRR | PR |
| Report Month: 01/2017 | | | | |
| 1 | 123-39864-00 | AMEN 5 | NBRR | PR |
| 2 | 123-40503-00 | DRAKE 01N-65W-22-8N | NBRR | PR |
| 3 | 123-40511-00 | YOUNG 01N-65W-28-8N | NBRR | PR |
| 4 | 123-40319-00 | PASTELAK 01N-64W-02-3N | NBRR | PR |
| 5 | 123-33633-01 | STATE 36-3-63 #1H | NBRR | PR |
| 6 | 123-41541-00 | HIGHLAND 01N-65W-29-1N | NBRR | PR |
| 7 | 123-41257-00 | ROWE 01N-65W-26-8N | NBRR | PR |
| 8 | 123-40874-00 | MEEHL 01N-65W-24-2N | NBRR | PR |
| 9 | 123-41049-00 | BLACKBURN 01N-64W-08-8N | NBRR | PR |
| 10 | 123-41222-00 | CERVI 03N-63W-26-1N | NBRR | PR |
| 11 | 123-41204-00 | CERVI 03N-63W-34-1N | NBRR | PR |
| 12 | 123-40331-00 | JOHNSON 8N | N-COM | SI |
| 13 | 123-43203-00 | STATE 02N-63W-16-1H | NBRR | PR |
| 14 | 123-32961-00 | GIRARD 2-63-11-1H | NBRR | PR |

Total 1 Modified

| No | API # | Well Name | Formation Code | Well Status |
|-----------------------|--------------|------------|----------------|-------------|
| Report Month: 01/2017 | | | | |
| 12 | 123-40331-00 | JOHNSON 8N | N-COM | SI |

Total 0 Deleted

| No | API # | Well Name | Formation Code | Well Status |
|-----------------|-------|-----------|----------------|-------------|
| Report Month: / | | | | |
| | - | - | | |

Attachment Check List

| <u>Att Doc Num</u> | <u>Name</u> |
|--------------------|-------------------|
| 401263687 | Form 07 SUBMITTED |
| 401263695 | Imported Data |

Total Attach: 2 Files

General Comments

| <u>User Group</u> | <u>Comment</u> | <u>Comment Date</u> |
|-------------------|----------------|------------------------|
| | | Stamp Upon Approval |

Total: 0 comment(s)