WR-35 Rev (9-11)

State of West Virginia Department of Environmental Protection Office of Oil and Gas Well Operator's Report of Well Work

DATE: March 19, 2012
API #: 47-103-02614

REVISED FOR COMPLETION

| Farm name: Nice, John E., etal | | Operator Well No.: Talkington-Nice #3H | | | |
|--------------------------------|---|--|---------------------------------|--------------------------|------------------------|
| | | Quadrangle: _ | New Martinsville | | |
| | District: Magnolia Latitude: 12,770 Feet South of 39 Deg. Longitude 1,060 Feet West of 80 Deg. | County: 42 Min. 50 Min. | 30 Sec. | | |
| | Company: STONE ENERGY CORPORATION | | | | |
| | Address: 6000 Hampton Center, Suite B | Casing & Tubing | Used in drilling | Left in well | Cement fill up Cu. Ft. |
| | Morgantown, WV 26505 | 20" | 49' | 49' | Grouted to Surface |
| | Agent: Tim McGregor | 13-3/8" | 1,155' | 1,155 | 922 - CTS |
| | Inspector: Derek Haught | 9-5/8" | 2,541' | 2,541' | 1,215 - CTS |
| | Date Permit Issued: 12/17/2010 | 5-1/2" | | 10,904' | 2,474 |
| | Date Well Work Commenced: 03/04/2011 | 2-3/8" | | 7,007' | |
| | Date Well Work Completed: 10/22/2011 | | | | |
| | Verbal Plugging: | | | | |
| | Date Permission granted on: | | | | |
| | Rotary Cable Rig | | | | |
| | Total Vertical Depth (ft): 6,480 | | | | |
| | Total Measured Depth (ft): 10,916 | | | | |
| | Fresh Water Depth (ft.): 60 | | | | |
| | Salt Water Depth (ft.): 1,715 | | | | |
| | Is coal being mined in area (N/Y)? No | | | | |
| | Coal Depths (ft.): 1,022 | | | | |
| | Void(s) encountered (N/Y) Depth(s) None | | | | |
| Ġ | Gas: Initial open flow 380 MCF/d Oil: Initial open flow 3,250 MCF/d Final open flow | cone depth (ft)_6 cow0 Bb cow0 Bbl cow0 Bbl depth (ft)_6 | 6,991' MD to 10,80 d/d /d | | VED |
| G | econd producing formation Pay zon las: Initial open flow MCF/d Oil: Initial open flow Final open flow MCF/d Final open flow Time of open flow between initial and final tests tatic rock Pressure psig (surface pressure) after the production of | owBb /BblHours | /d | GEOLOGICAL MORGANTOWN | 0115 |

all the attachments and that, based on my inquiry of those individuals immediately responsible for obtaining the information I believe that the information is true, accurate, and complete.

Signatur Signatur

3/19/2012 Date

| Were core samples taken? Yes | NoX | Were cuttin | gs caught during drillir | ng? Yes X No |
|--|---|------------------------------------|---------------------------------------|---------------------------------------|
| Were Electrical, Mechanical or Geop and CBL. | hysical logs recorded | on this well? If yes, | please list MWD G | amma, Mud Log, |
| NOTE: IN THE AREA BELO FRACTURING OR STIMULATE DETAILED GEOLOGICAL RE COAL ENCOUNTERED BY THE | NG, PHYSICAL CH CORD OF THE TO E WELLBORE FRO | IANGE, ETC. 2). T OPS AND BOTTO | HE WELL LOG WH OMS OF ALL FORM | ICH IS A SYSTEMATIC |
| Perforated Intervals, Fracturing, or St | • | 0041MD Df | - 4 40 to 45 to 4 | an af all all counts o |
| Perforated 12 individual intervals fr | | | | |
| stimulations. Total volumes pumpe | | | · | · · · · · · · · · · · · · · · · · · · |
| 4,326,489 gals. Fresh Water (99.0 | | | · · · · · · · · · · · · · · · · · · · | |
| 916 gals. Bio-Cide (0.0212%), 3,27 | | | | |
| 3,042 gals. Surfactant (0.0703%), (| • | | | 0%), 863 gals. Clay |
| Stabilizer (0.0199%), 26,018 gals 1 | | , and 4,016 gals. 28 | 3% HCI (0.0928%). | |
| Plug Back Details Including Plug Typ | be and Depth(s): | | | 10.517 1.74.2 |
| | 120.02.00 | Little | | |
| Formations Encountered: Surface: | To | pp Depth | 1 | Bottom Depth |
| See attached sheet for the form | nations encounte | red and their dep | ths. | |
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Talkington-Nice #3H API 47-103-02614 Stone Energy Corporation Horizontal

| | Тор | Top (ft | | | Bottom (ft Bottom (ft | |
|------------------------------|----------|---------|---|-----|-----------------------|-------|
| | (ft TVD) | MD) | | | TVD) | MD) |
| Sandstone & Shale | Surface | | | * | 1022 | |
| Pittsburgh Coal | 1022 | | | * | 1027 | |
| Sandstone & Shale | 1027 | | | * | 1992 | |
| Little Lime | 1992 | | | * | 2034 | |
| Sandstone & Shale | 2034 | | | * | 2097 | |
| Big Lime | 2097 | | | * | 2291 | |
| Big Injun | 2291 | | | * | 2334 | |
| Sandstone & Shale | 2334 | | | * | 2701 | |
| Berea sandstone | 2701 | | | * | 2714 | |
| Shale | 2714 | | | * | 2947 | |
| Gordon | 2947 | | | * | 2995 | |
| Undiff Devonian Shale | 2995 | | | . * | 5892 | 5910 |
| Rhinestreet | 5892 | 5910 | | ~ | 6185 | 6250 |
| Cashaqua | 6185 | 6250 | | ~ | 6312 | 6438 |
| Middlesex | 6312 | 6438 | | ~ | 6326 | 6462 |
| West River | 6326 | 6462 | | ~ | 6397 | 6606 |
| Geneseo | 6397 | 6606 | | ~ | 6419 | 6662 |
| Tully limestone | 6419 | 6662 | | ~ | 6444 | 6734 |
| Hamilton | 6444 | 6734 | | ~ | 6464 | 6802 |
| Marcellus | 6464 | 6802 | | ~ | 6480 | 10916 |
| TD | 6480 | 10916 | 5 | | | |

^{*} From Pilot Hole Log

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WV GEOLOGICAL SURVEY MORGANTOWN, WV

[~] From MWD Gamma Log