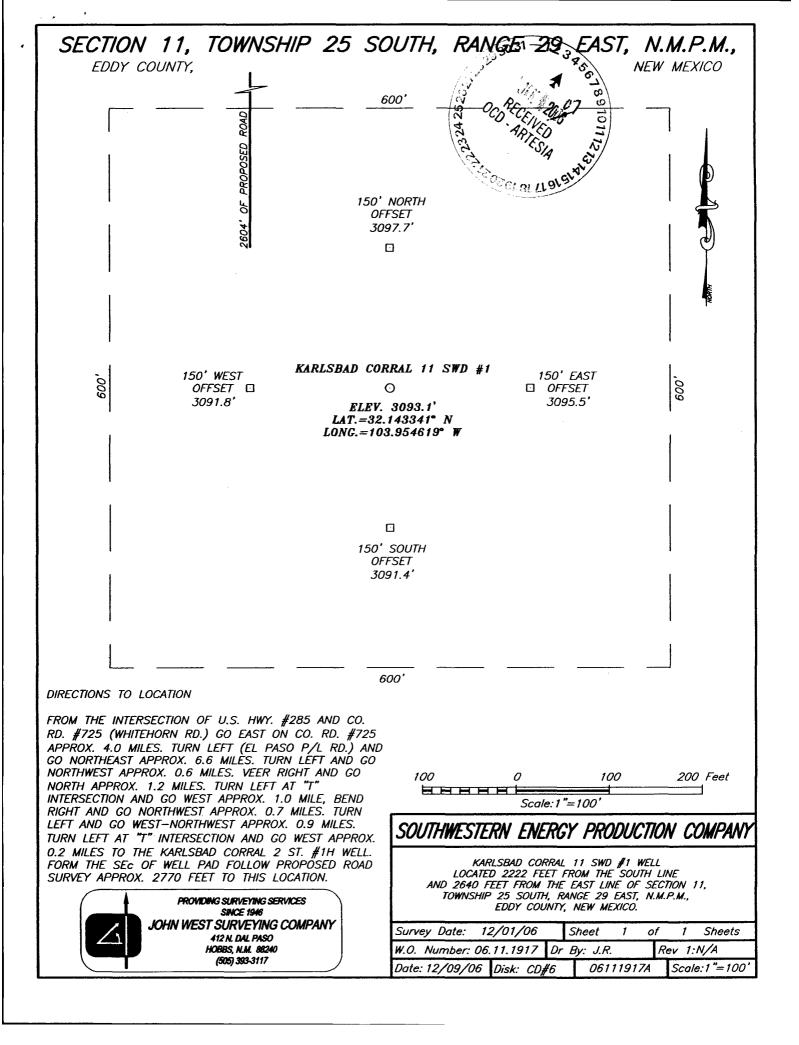
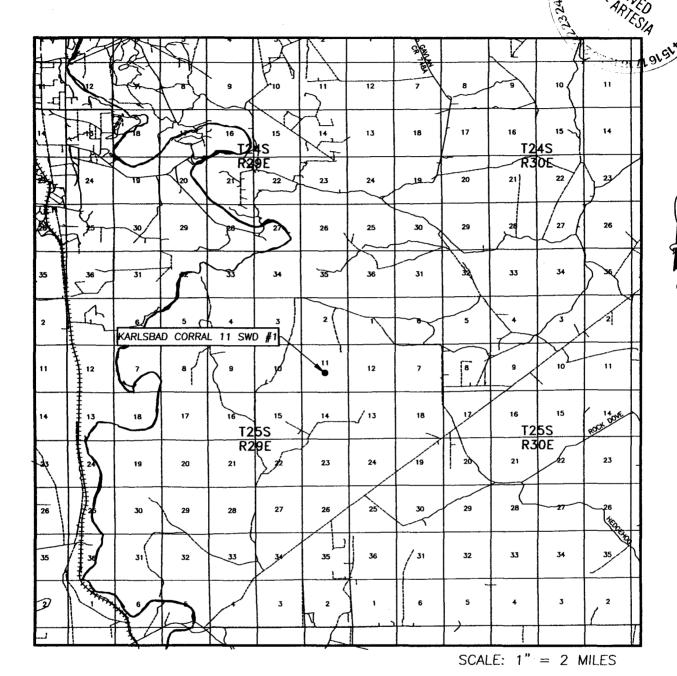
State of New Mexico 3031 DISTRICT I Energy, Minerals and Natural Resources Department 1626 N. FRENCH DR., HOBBS, NM 88240 Form C-102 OIL CONSERVATION DIVISION 1220 SOUTH ST. FRANCIS BR. EV. Period October 12 2005 Subm DISTRICT II t to Appropriate District Office 1301 W. GRAND AVENUE, ARTESIA, NM 88210 1220 SOUTH ST. FRANCIS DR. Santa Fe, New Mexico 87505 Projection State Lease - 4 Copies Fee Lease - 3 Copies DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410 DISTRICT IV WELL LOCATION AND ACREAGE DEDICATION PLAN 1220 S. ST. FRANCIS DR., SANTA PR. NM 87605 □ AMENDED REPORT API Number Pool Code 96100 Well Number Property Code Property Name KARLSBAD CORRAL 11 SWD 1 OCRID No. Operator Name Elevation SOUTHWESTERN ENERGY PRODUCTION COMPANY 3093 Surface Location UL or lot No. Township Range Lot Idn Feet from the North/South line Feet from the East/West line Section County 25-S 29-E 2222 SOUTH 2640 **EAST EDDY** J 11 Bottom Hole Location If Different From Surface East/West line UL or lot No. Section Township Range Lot Idn Feet from the North/South line Feet from the County Order No. Dedicated Acres Joint or Infill Consolidation Code NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION OPERATOR CERTIFICATION GEODETIC COORDINATES NAD 27 NME I hereby certify that the information I hereby certify that the information herein is true and complete to the best of my knowledge and belief, and that this organisation either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such mineral or working interest, Y=416075.1 N X=617216.9 E LAT.=32.143341° N LONG.=103.954619° W or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division 12/13/06 Then I JAMES A/HN Printed Name SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief. DECEMBER 1, 2006 Date Surveyed
Signature & Seal of House Date Surveyed JR Professional Surveyor 12/06 06.11:191

Certificate No. CABY KIDSON CHAD WARCHOW

12641



VICINITY MAP



SEC. 11 TWP. 25-S RGE. 29-E

SURVEY N.M.P.M.

COUNTY EDDY STATE NEW MEXICO

DESCRIPTION 2222' FSL & 2640' FEL

ELEVATION 3093'

SOUTHWESTERN ENERGY

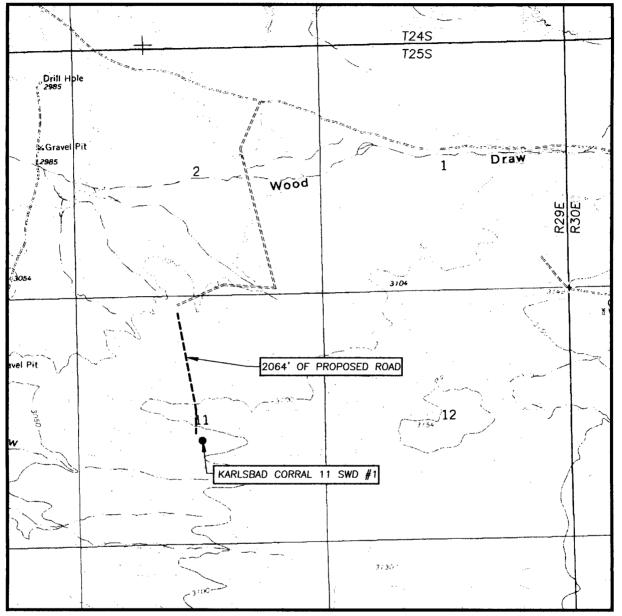
PRODUCTION COMPANY

LEASE KARLSBAD CORRAL 11 SWD



PROVIDING SURVEYING SERVICES SINCE 1946 JOHN WEST SURVEYING COMPANY 412 N. DAL PASO HOBBS, N.M. 88240 (505) 393-3117

LOCATION VERIFICATION MAP



SCALE: 1" = 2000'

SEC. 11 TWP. 25-S RGE. 29-E

SURVEY_____N.M.P.M.

COUNTY EDDY STATE NEW MEXICO

DESCRIPTION 2222' FSL & 2640' FEL

ELEVATION_ 3093

SOUTHWESTERN ENERGY OPERATOR PRODUCTION COMPANY

LEASE KARLSBAD CORRAL 11 SWD

U.S.G.S. TOPOGRAPHIC MAP

PIERCE CANYON, N.M.

CONTOUR INTERVAL: PIERCE CANYON, N.M. - 10'



PROVIDING SURVEYING SERVICES SINCE 1946 JOHN WEST SURVEYING COMPANY 29 30 31 -412 N. DAL PASO

HOBBS, N.M. 88240 (505) 393-3117



DRILLING PROGNOSIS Southwestern Energy Production Company

WELL NAME: Karlsbad Corral SWD #1

AFE NO.

LOCATION: Sec. 11, T25S, R29E

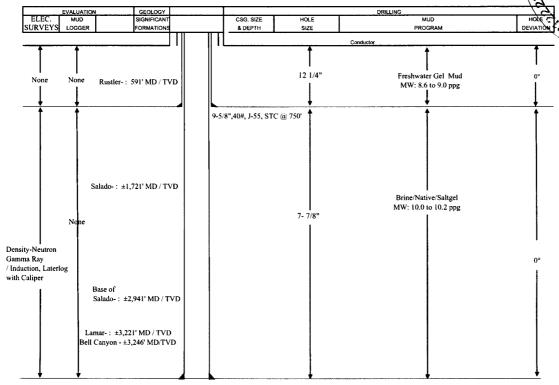
Eddy County NM

PROSPECT: Corral Fly

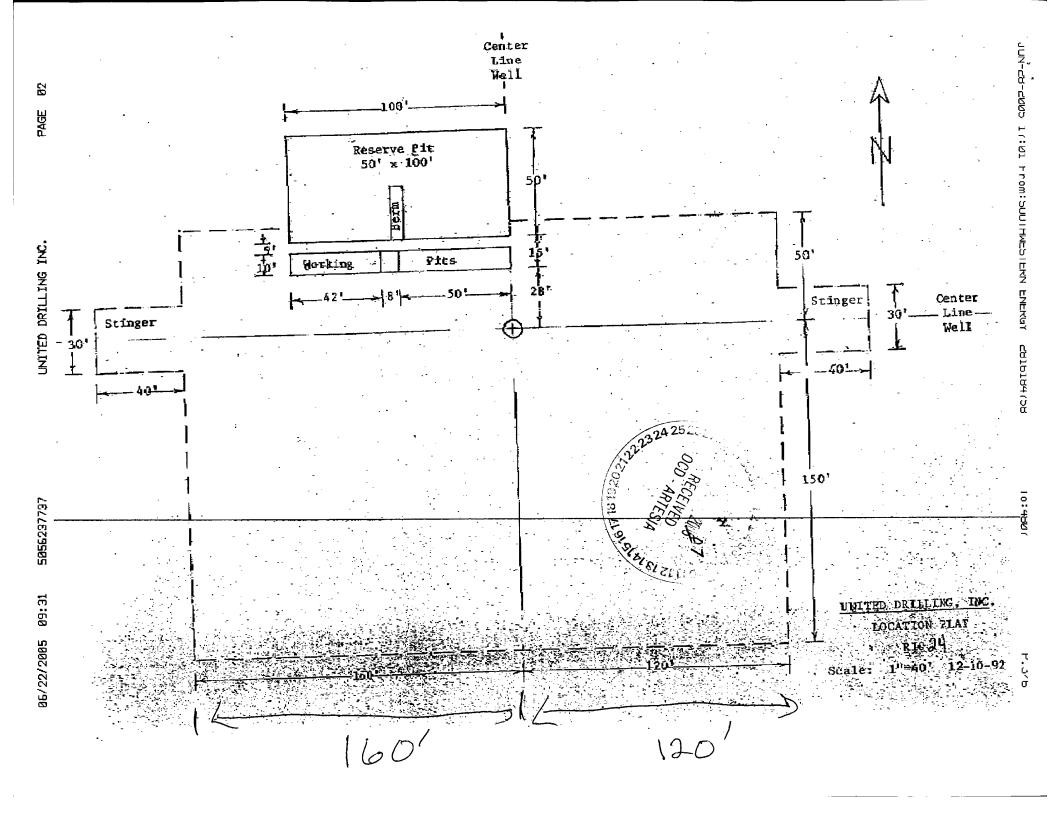
SL: 2,222' FSL 2,640' FEL BHL: 2,222' FSL 2,640' FEL

OBJECTIVE: Bell Canyon

EST. ELEVATION: GL 3101'; RKB ±8"



5-1/2" 17# N-80 LTC casing @ 3,600'MD/ TVD





2350 N. Sam Houston Parkway East Suite 300 Houston, Texas 77032 (281) 618-4700 FAX: (281) 618-4757

January 3, 2007

Mr. Bryan Arrant
State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division – District II
1301 W. Grand Avenue
Artesia, NM 88210

Dear Mr. Arrant:

SUBJECT: SOUTHWESTERN ENERGY PRODUCTION COMPANY -

KARLSBAD CORRAL SWD NO. 1 ADMINISTRATIVE ORDER SWD-1062 APPLICATION FOR PERMIT TO DRILL

SEC 11, T25S, R29E EDDY COUNTY

Southwestern proposes to drill the subject well referenced above as a Saltwater Disposal Well. Sent herein you will find the following, in triplicate:

- Original Form C-101
- Original Form C-102
- Directions to Location
- Vicinity Map
- Location Verification Map
- Drilling Prognosis
- United Drilling, Inc. Location Plat

Please reach me direct through 281-618-4887, 281-618-4758 fax or marth howard SWN.com should you have questions or need any additional information.

Respectfully,

SOUTHWESTERN ENERGY PRODUCTION COMPANY

Martha C. Howard Staff Regulatory Analyst

MCH Enclosures