District I PO Box 1980, Hobbs, NM 88241-1980

PO Drawer DD, Artesus, NM 88211-0719 District III

1000 Rio Brazos Rd., Aztec, NM 87410

District IV

Date:

6/26/96

State of New Mexico

OIL CONSERVATION DIVISION PO Box 2088 Santa Fe, NM 87504-2088

Revised February 10, 1994

Instructions on back Submit to Appropriate District Office

State Lease - 6 Copies Fee Lease - 5 Copies

PO Box 2088, Santa Fe, NM 87504-2088 AMENDED REPORT APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE Operator Name and Address. ¹ OGRID Number PENWELL ENERGY, INC. 147380 600 N. Marienfeld, Suite 1100 ' API Number Midland, Texas 79701 JUN 27 **199**6 30 - 0 15 - 10060 ⁴ Property Code Property Name ' Well No. CON. DIV. 18751 ROOKIE STATE 1 ⁷ Surface Location UL or lot no. Section Township Range Lot Ida Feet from the North/South line Feet from the East/West line County R 22S 26E 150 North 2056 East Eddy ⁸ Proposed Bottom Hole Location If Different From Surface UL or lot no. Section Township Feet from the North/South line Feet from the East/West line County Proposed Pool 1 18 Proposed Pool 2 Undesignated Delaware Work Type Code 11 Well Type Code 13 Cable/Rotary " Lease Type Code 15 Ground Level Elevation 0 N/AS 3662' " Multiple 17 Proposed Depth " Formation " Contractor 16 Spud Date 3000' Delaware N/AASAP Existing²¹ Preposed Casing and Cement Program Hole Size Casing Size Casing weight/foot Setting Depth Sacks of Cement **Estimated TOC** 175" 13-3/8" 48# 118' 225 sks. circulated 124" 9-5/8" 36# 2,585' 660 sks. circulated 8-3/4" 5 1/2 " 15.5# & 17# 7,218' 480 sks. 2.600' Describe the proposed program. If this application is to DEEPEN or PLUG BACK give the data on the present productive zone and proposed new productive zone. Describe the blowout prevention program, if any. Use additional sheets if necessary. Penwell proposes to set a RBP @ 6,650' over existing Bone Spring perfs of 6,715-6,843'. Hole will then be loaded with 10# brine water treated with corrosion inhibitor. Another RBP will be set @ approximately 3,000'. 4 Squeeze holes will then be perforated @ TOC @ 2,600' and cemented with 200 sacks of class "C" Neet. Cement will be allowed to set 72 hours. The Delaware Sand will be perforated from 2,638'-2,646'. This interval will be production tested and stimulated as necessary to determine if commercial production exists. Penwell desires to have the option of returning to the Bone Spring if the recompletion is not successful. 13 I hereby certify that the information given above is true and complete to the best of my knowledge and be OIL CONSERVATION DIVISION Signature: Approved by: ORIGINAL SIGUED BY TIM W. GUM Printed name: Bill Pierce Title: DISTRICT II SUPERVISOR Title Senior Operations Engineer Approval Date: 1996 Expiration Date:

Conditions of Approval:

Attached

Phone: 915/683-2534

C-101 Instructions

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Measurements and dimensions are to be in feet/inches. We ocations will refer to the New Mexico Principal Meridian.

Measurements and dimensions are to be in feet/inches. We ocations		
IF THIS IS AN AMENDED REPORT CHECK THE BOX LABLED "AMENDED REPORT" AT THE TOP OF THIS DOCUMENT		
1	•	oGRID number. If you do not have one it will and and filled in by the District office.
2	Operator's	name and address
3	API number of this well. If this is a new drill the OCD will assign the number and fill this in.	
4	Property code. If this is a new property the OCD will assign the number and fill it in.	
5	Property name that used to be called 'well name'	
6	The number of this well on the property.	
7	The surveyed location of this well New Mexico Principal Meridian NOTE: If the United States government survey designates a Lot Number for this location use that number in the 'UL or lot no.' box. Otherwise use the OCD Unit Letter.	
8	The propo	sed bottom hole location of this well at TD
9 and 10	The prope	osed pool(s) to which this well is beeing drilled.
11	N ! E ! D !! P !	code from the following table: New well Re-entry Drill deeper Plugback Add a zone
12	O	code from the following table: Single oil completion Single gas completion Mutiple completion njection well SWD well Mater supply well Carbon dioxide well
13	C I	otary drilling code Propose to cable tool drill Propose to rotary drill
14	F	e code from the following table: Federal State Privata Navajo Jicarilla Ute Other Indian tribe
15	Ground level elevation above sea level	
16	Intend to mutiple complete? Yes or No	

17

Proposed total depth of this well

18 Geologic formation at TD

19 Name of the intended drilling company if known.

20 Anticipated spud date.

Proposed hole size ID inches, proposed casing OD inches, casing weight in pounds per foot, setting depth of the casing or depth and top of liner, proposed camenting volume, and estimated top of cement

22 Brief description of the proposed drilling program and BOP program. Attach additional sheets if necessary.

The signature, printed name, and title of the person authorized to make this report. The date this report was signed and the telephone number to call for questions about this report.

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