<u>District I</u>

1625 N. French Dr., Hobbs, NM 88240

District II

1301 W. Grand Ave., Artesia, NM 88210

District III

1000 Rio Brazos Rd., Aztec, NM 87410

District IV

1220 S. St Francis Dr., Santa Fe, NM

87505

State of New Mexico

Energy, Minerals and Natural Resources

Form C-101

Permit 7638

Oil Conservation Division 1220 S. St Francis Dr.

Santa Fe, NM 87505

APPLICATION FOR PERMIT TO DRILL

Operator Name and Address EDGE PETROLEUM OPERATING COMPANY, INC. 1301 Travis Houston, TX 77002				
	ATING COMPANY, INC.			

Surface Location

UL or Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
K	28	17S	28E	K	2310	S	2310	W	Eddy

Proposed Pools

ARTESIA; GLORIETA-YESO (O) 96830 RED LAKE; QUEEN-GRAYBURG-SA 51300

Work Type	Well Type	Cable/Rotary	Lease Type	Ground Level Elevation
New Well	GAS		State	3653
Multiple	Proposed Depth	Formation	Contractor	Spud Date
Y	3800	Yeso Formation		07/15/2005

Proposed Casing and Cement Program

Туре	Hole Size	Casing Size	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	12.25	8.625	24	400	348	0
Prod	7.875	5.5	15.5	3800	518	0

Casing/Cement Program: Additional Comments

Cement will be circulated to surface

Proposed Blowout Prevention Program

Туре	Working Pressure	Test Pressure	Manufacturer
Annular	2000	2000	Regan

I hereby certify that the information given above is true and complete to the best of my knowledge and belief.

Electronically Signed By: Jim Keisling

Title: Vice President, Production

Date: 03/11/2005 Phone: 713-427-8883

OIL CONSERVATION DIVISION

Electronically Approved By: Bryan Arrant

Title: Geologist

Approval Date: 03/17/2005 Expiration Date: 03/17/2006

Conditions of Approval:

There are conditions. See Attached.