State of New Mexico

Form C-101 Permit 109633

Energy, Minerals and Natural Resources

Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE

1. Operator	2. OGRID Number	
MURCHISO	15363 3. API Number	
1100 MIR. PLANO		
LAN	30-015-37701	
4. Property Code	5. Property Name	6. Well No.
8132	OGDEN STATE	009H

7. Surface Location

3	UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County		
	K	2	25S	26E	K	2230	S	1900	W	EDDY		

8. Pool Information

BLACK RIVER; DELAWARE, SOUTH 9	6451
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Additional Well Information

9. Work Type 10. Well Type New Well OIL			11. Cable/Rotary	13. Ground Level Elevation 3381	
14. Multiple N	15. Propos 481	200	16. Formation Cherry Canyo	75.53% application	18. Spud Date 6/1/2010
Depth to Ground	water		Distance from nearest	fesh water well	Distance to nearest surface water
: Liner: Synthetic Closed Loop Syste	_	mils thick C	lay Pit Volume:	bbls Drilling Method: Fresh Water X Brine	Diesel/Oil-based Gas/Air

19. Proposed Casing and Cement Program

Type	Hole Size	Casing Type	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	12.25	8.625	24	520	300	0
Prod	7.875	5.5	17	2650	310	0
Liner1	4.892	2.875	6.5	4816	0	

Casing/Cement Program: Additional Comments

8.625" Surf Casing: Cement w/ 300 sacks Prem Plus C1 C+addtvs w/ yield=1.35 cu. ft/sack; circ cement to surf. If cement doesn't circ, will run temp surv to find actual TOC & run 1" tubing into annulus/pump cement as nec. to achieve circ to surf. 5.500" Prod. Casing: Cement w/ 210 sacks 35:65 Poz:Prem Plus C1 C+additives w/ yield=1.88 cu.ft./sack, tail w/ 100 sacks Prem Plus C1 C+additives w/ yield=1.33 cu./ft./sack; circ cement to surf. If cement does not circ, will run temp surv to find actual TOC and run 1" tubing into annulus pump cement as required to achieve circ to surf. Completion will be 5-1/2" x 2-7/8" open-hole, uncemented packer system from 2,550' to 4,816' TD.

Proposed Blowout Prevention Program

Type	Working Pressure	Test Pressure	Manufacturer
Blind	3000	3000	TBD
Pipe	3000	3000	TBD
Annular	3000	3000	TBD

I hereby certify that the information given of my knowledge and belief. I further certify that the drilling pit w	******	OIL CONSERVATION DIVISION			
NMOCD guidelines , a general pern OCD-approved plan .		Approved By: Jacqueta Reev	ves		
Printed Name: Electronically filed	by Michael Daugherty	Title: District Geologist			
Title: President		Approved Date: 3/29/2010	Expiration Date: 3/29/2012		
Email Address: ctracy@jdmii.com		81			
Date: 3/16/2010	Phone: 972-931-0700	10			

DISTRICT I 1625 N. FRENCH DR., HOBBS, NM 88240

State of New Mexico Energy, Minerals and Natural Resources Department

DISTRICT II
1301 W. GRAND AVENUE, ARTESIA, NM 88210

OIL CONSERVATION DIVISION

12230 SOUTH ST. FRANCIS DR. Santa Fe, New Mexico 87505 Form C-102 Revised October 12, 2005

Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

DISTRICT III 1000 RIO BRAZOS RD., AZTEC, NM 8	87410
Amilia Salakan a Nulusur ika 1	

DISTRICT IV 12230 S. ST. FRANCIS DR., SANTA FE, N	IM 87505	WELL LOCATION AND .	ACREAGE DEDICATION PLAT	☐ AMENDED REPORT
API Number		Pool Code	Pool Name	
Topics Code			perty Name EN STATE	Well Number 9H
OGRID No.		•	rator Name FOIL & GAS, INC.	Elevation 3381

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
K	2	25-S	26-E		2230	SOUTH	1900	WEST	EDDY

Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot lider	Feet from the	North/South line	Feet from the	East/West line	County
N	2	25-S	26-E		330	SOUTH	1980	WEST	EDDY
Dedicated Acres	Joint or Int	fill Con	solidation Code	Orde	r No.		·	***************************************	
		:							3

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

LOT 4		LOT 3	5300.9°	LOT 2	LOT 1	OPERATOR CERTIFICATION
5.		—————————————————————————————————	and comments of the comments o		2657.1	I hereby certify that the information herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unlessed 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, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.
			4	GEODETIC CO	ORDINATES	Signature Date
			and the state of t	NAD 27		Printed Name
			To the second se	SURFACE L Y=42105 X=52089	64.0 N	SURVEYOR CERTIFICATION
			ļ	LAT.=32.15 LONG.=104.2		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
1900)'	> S.L.		BOTTOM HOLE	LOCATION	that the same is true and correct to the best of my belief.
	1	j	TO THE PARTY OF TH	Y=41915- X=52093		
	-	.			Cr Or	Date Surveyed 3. EID Company D
GRID AZ.=1: HORZ. DIST.		7	7500		Λ Φ Δ,	Signature & Seal of Professional Surveyor
1986	,	-OB.H.	Apply apply and a second apply apply and a second apply apply and a second apply app			10.11 0195 Certificate No. GARY 6: E[500] 1264
	2677.3'	000 000 000	1	2682	7.8°	RONALD CEDSON 3239

Permit Comments

Operator: MURCHISON OIL & GAS INC , 15363 Well: OGDEN STATE #009H

API: 30-015-37701

Created By	Comment	Comment Date
MSDAUGHERTY	We respectfully request a variance for the 8-5/8" surf casing & BOP testing from Onshore Order No. 2, which states all casing strings below the conductor shall be pressure tested to 0.22 psi/ft. or 1500 psi, whichever is greater, but not to exceed 70% of the min internal yield. During the running of surf casing & drilling of the 8-5/8" hole, we do not anticipate pressures greater than 1000 psi 7 we are requesting a variance to test the 8-5/8" casing & BOP syst to 1000 psi and to use the rig pumps instead of an independent svc co.	2/18/2010
MSDAUGHERTY	Equivalent or adequate grades and weights of casing may be substituted at the time casing is run, depending on availability.	2/18/2010
MSDAUGHERTY	Rotary Drill. Closed Loop System (Form C-144 to follow).	2/18/2010
JVREEVES	Onshore Order No. 2 applies to Federal wells only.	3/29/2010
JVREEVES	The NMOCD requires a pressure test of no less than 800psi and no more 1500psi.	3/29/2010
JVREEVES	OCD District II Supervisor requires a 3rd party BOP test.	3/29/2010
JVREEVES	Any changes to casing program requires a C-103 to notify OCD	3/29/2010