

District I  
1625 N. Freach Dr., Hobbs, NM 88240  
Phone: (575) 393-6161 Fax: (575) 393-0720  
District II  
811 S. First St., Artesia, NM 88210  
Phone: (575) 748-1283 Fax: (575) 748-9720  
District III  
1000 Rio Brazos Road, Aztec, NM 87410  
Phone: (505) 334-6178 Fax: (505) 334-6170  
District IV  
1220 S. St. Francis Dr., Santa Fe, NM 87505  
Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico

Form C-101  
Revised July 19, 2013

Energy Minerals and Natural Resources  
**HOBBS OCD**  
Oil Conservation Division  
1220 South St. Francis Dr. **OCT 22 2014**  
Santa Fe, NM 87505

AMENDED REPORT

RECEIVED

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

Operator Name and Address Sovereign Eagle LLC PO Box 1030, Roswell, NM 88202		OGRID Number 263940
		API Number 30-041-20965
Property Code 306460	Property Name Stoltenberg	Well No. 2

7. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet from	N/S Line	Feet From	E/W Line	County
F	26	2S	29E		1650	N	2260	W	Roosevelt

8. Proposed Bottom Hole Location

UL - Lot	Section	Township	Range	Lot Idn	Feet from	N/S Line	Feet From	E/W Line	County
F	26	2S	29E		1650	N	2107 2260	W	Roosevelt

9. Pool Information

Pool Name Tule Montoya/Penn	Pool Code 86442/86443
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Additional Well Information

Work Type N	Well Type Gas	Cable/Rotary Rotary	Lease Type Fee	Ground Level Elevation 4394'
Multiple Yes	Proposed Depth 7290'	Formation Montoya	Contractor Silver Oak	Spud Date 10/25/2014
Depth to Ground water >100'	Distance from nearest fresh water well > 1 mile	Distance to nearest surface water > 1 mile		

We will be using a closed-loop system in lieu of lined pits

21. Proposed Casing and Cement Program

Type	Hole Size	Casing Size	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surface	17 1/2"	13 3/8"	48#	331'	250	Circulated
Int.	11"	8 5/8"	24#	2340'	700	Circulated
Prod.	7 7/8"	5 1/2"	17#	7290'	1500	Circulated

Casing/Cement Program: Additional Comments

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22. Proposed Blowout Prevention Program

Type	Working Pressure	Test Pressure	Manufacturer
Double Ram	2000	1000	

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

I further certify that I have complied with 19.15.14.9 (A) NMAC  and/or 19.15.14.9 (B) NMAC , if applicable

Signature: *Paul Ragsdale*

Printed name: Paul Ragsdale

Title: Operations Manager

E-mail Address: pragsdale@stratanm.com

Date: 10/22/2012

Phone:

OIL CONSERVATION DIVISION

Approved By: *[Signature]*

Title: Petroleum Engineer

Approved Date: 10/24/14

Expiration Date: 10/24/16

NMOCD CASE NO. 15224  
December 4, 2014  
Sovereign Eagle, LLC  
Exhibit No. 1



OCT 23 2014

**CONDITIONS OF APPROVAL**

API #	Operator	Well name & Number
30-041-20965	Sovereign Eagle LLC	Stoltenberg # 2

Applicable conditions of approval marked with XXXXXX

**Administrative Orders Required**

XXXXXXX	Will require administrative order for non-standard location prior to placing the well on production

**Other wells**

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**Drilling**

XXXXXXX	Once the well is spud, to prevent ground water contamination through whole or partial conduits from the surface, the operator shall drill without interruption through the fresh water zone or zones and shall immediately set in cement the water protection string

**Casing**

XXXXXXX	SURFACE & INTERMEDIATE(1) CASING - Cement must circulate to surface --
XXXXXXX	PRODUCTION CASING - Cement must circulate to surface --
XXXXXXX	If cement does not circulate to surface, must run temperature survey or other log to determine top of cement

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1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
Energy, Minerals & Natural Resources Department  
OIL CONSERVATION DIVISION  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

Form C-102  
Revised July 16, 2010  
Submit one copy to appropriate  
District Office

HOBBS OCD  
OCT 22 2014

AMENDED REPORT

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WELL LOCATION AND ACREAGE DEDICATION PLAT

<sup>1</sup> API Number 30-041-20965		<sup>2</sup> Pool Code 86442	<sup>3</sup> Pool Name Tule - Montoya (Gas)
<sup>4</sup> Property Code 306460	<sup>5</sup> Property Name Stoltenberg		<sup>6</sup> Well Number 2
<sup>7</sup> OGRID No. 263940	<sup>8</sup> Operator Name Sovereign Eagle, LLC		<sup>9</sup> Elevation 3307

<sup>10</sup> Surface Location

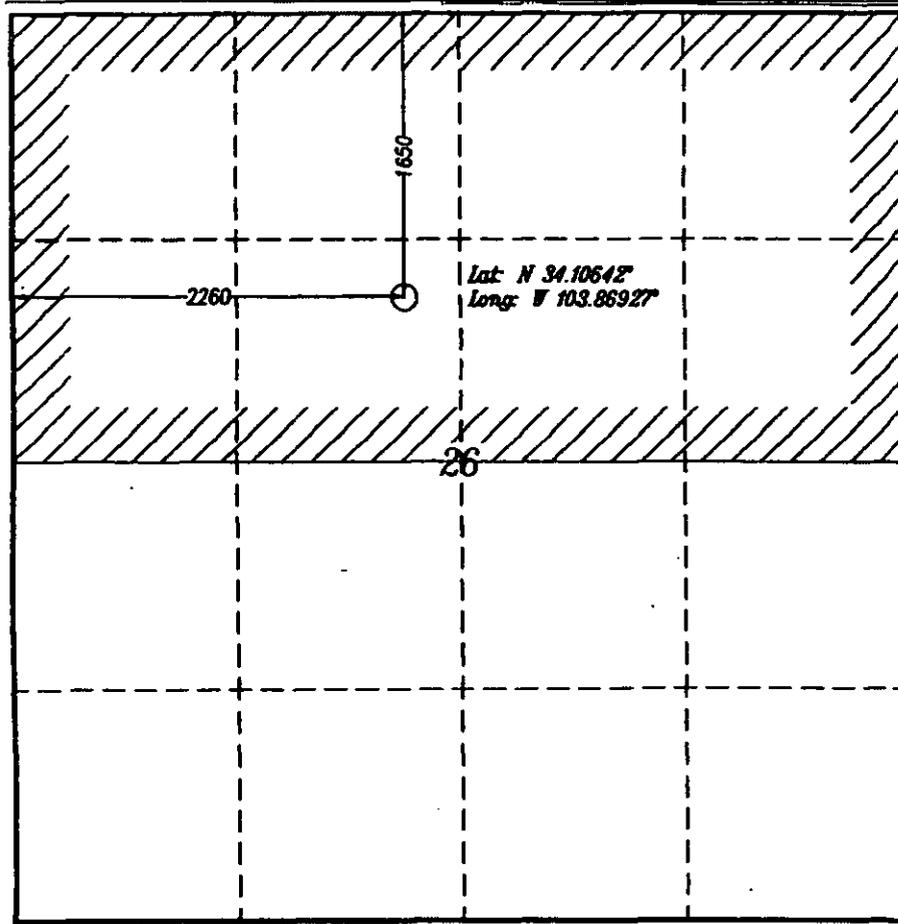
UL or lot no.	Section	Township	Range	Lot ldn	Feet from the	North/South line	Feet from the	East/West line	County
F	26	2 S	29 E		1650	North	2260	West	Roosevelt

<sup>11</sup> Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot ldn	Feet from the	North/South line	Feet from the	East/West line	County

<sup>12</sup> Dedicated Acres 320	<sup>13</sup> Joint or Infill	<sup>14</sup> Consolidation Code	<sup>15</sup> Order No.
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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.



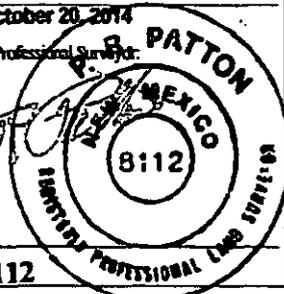
**<sup>17</sup> OPERATOR CERTIFICATION**  
I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or undivided mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

Signature: Paul Ragsdale Date: 10/21/14  
Printed Name: PAUL RAGSDALE  
E-mail Address: pragsdale@stetannm.com

**<sup>18</sup> 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.

Date of Survey: October 20, 2014  
Signature and Seal of Professional Surveyor: [Signature]

Certificate Number 8112



OCT 23 2014