District I 1625 N. French 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 1 District III 1000 Rio Brazos Road, Aziec, 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 December 16, 2011

Permit

Energy Minerals and Natural Resources HOBBS OCD

Oil Conservation Division

MAR 27 2013

Operator Name and Address

BC Operating, Inc.

1220 South St. Francis Dr.

Santa Fe, NM 87505

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

160825

OGRID Number

RECEIVED

Midland, Texas 79710						30-025-41077					
39782				³ Property Name Sims S		rte	Com	7		Well No. 2H	
-				⁷ Surface	Location	n					
		Rauge 35E	- 1				Feet From 1980	1,,,		County Lea	
				⁸ Pool Inf	ormatio	n	· · · · · · · · · · · · · · · · · · ·	—.L			
Grama Ridge: Bone						Spring, North 28434					
pe		10 Well Type					12 Lease Type		13 Gro	und Level Elevation	
Well		Oil		Rotary	,		Festat		3700'		
					16 Formation		¹⁷ Contractor		18 Spud Date		
1.0										TBD	
Depth to Ground water									to nearest surface water		
		19	Propose	d Casing a	nd Cem	ent Pro	gram				
Hole Si	ze	Casing Size	Casing	Casing Weight/ft		Setting Depth		Sacks of Cement		Estimated TOC	
17 1/2	.,,	13 3/8" 5		.5#	# 1850'		1	1450		0,	
12 1/4'	,	9 5/8"	3	36#		5700'		1250		0,	
8 3/4	,	5 ½" 17#		7#	15,000'		2	2000		0,	
·····			C/						·····		
horizonta	l well w								W W REAL TO	Ecom Approag	
		·]	roposed	Blowout I	Preventio	on Prog	happmin Ex	pires	A IL To !!	Y/BVIDGE IL T	
Турс		v	ште	Test Pressure Date U			OHen	Manufacturer			
Ram Ann	ular	3000#			2000#				Hvdrill/Shaeffer		
I hereby certify that the information given above is true and complete to the best of my knowledge and belief.						OIL CONSERVATION DIVISION					
NMOCD guidelines \(\sigma\), a general permit \(\sigma\), or an (attached) alternative OCD-approved plan \(\sigma\).					Approved By:						
Signature: Pam Stevens					Elon ohe						
Printed name: Pam Stevens						Title: DotOBR					
Title: Regulatory Analyst						Approved Deta - 2013 Expiration Date: 28-2015					
pstevens	<u>@bcope</u>	erating.com									
Date: 03/25/13 Pho			Phone: 432-684-9696				,				
	retion To 20 The second and second and belief, that the dines \(\), a gold an \(\). Type Ram Ann at the information of the second and belief, that the dines \(\), a gold an \(\). Type Ann Steve ory Analy	retion Township 20S Township	Midland, Textoode Comparison Compariso	Midland, Texas 79710 Sode Code Code	Midland, Texas 79710 Sode Property Na Sims 7 Surface 8 Pool Inf Grama Ridge; Bone Sy Additional Wo Better 10 Well Type Oil Rotary 10 Proposed Depth Bone Spr Valer Distance from nearest fresh water w 19 Proposed Casing a Hole Size Casing Size Casing Weight/ft 17 1/2" 13 3/8" 54.5# 12 1/4" 9 5/8" 36# 8 3/4" 5 1/2" 17# Casing/Cement Program Proposed Blowout I Type Working Pressure Ram Annular at the information given above is true and complete to the best and belief. that the drilling pit will be constructed according to nes \(\text{\t	Midland, Texas 79710 Sims Starface Location Sims Starface Location Township Range Lot Idn Feet from 160 Sout	Midland, Texas 79710 Surface Location	Midland, Texas 79710 30 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	Surface Location Feet From Sims State Com Township Rauge Lot Idn Feet from South 1980 Western 198	Midland, Texas 79710 30-05-4 Sims State Com West Surface Location South 1980 West South 198	