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

District III 1000 Rio Brazos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170

District IV

E-mail Address: joejanica@valornet.com

Phone: 575-391-8503

Date: 09/25/13

HOBBS OCD

Energy Minerals and Natural Resources

State of New Mexico

SEP 25 2013

Oil Conservation Division

1220 South St. Francis Dr.

	Form C-101							
Revised	July	18,	2013					

☐AMENDED REPORT

	Or., Santa Fe, NM 87505 60 Fax: (505) 476-3462		RECEIVER)	Santa	Fe, NM	37505					
APPLIC	CATION FO	R PE	RMIT T	O DR	ILL, RE-EN	TER, DE	EEPEN, P	LUGBAC	K, OR A	DD A ZONE		
Operator Name and Address M & M ENERGY, LLC.								² OGRID Number				
2409 ELLA LEÉ LANE						294619 30. 025-41431						
* Prener	HOUSTON, TEXAS 77019 Property Code Property N							25-	4 4 5 Vell No. 1			
A D 9	51	<u> </u>	·	·		STATI	E "26		<u> </u>			
					7. Surface Lo	ocation				·		
UL - Lot B	Section Township 26 21S		Range E	Lot I	dn Feet fr 601		S Line RTH	Feet From 2018	E/W Line EAST	County LEA		
	^a Proposed Bottom Hole Location											
UL - Lot	Section Townsh	ip	Range	Lot l	ldn Feet fr	rom N	/S Line	Feet From	E/W Line	County		
9. Pool Information												
	Pool Name EUMONT-YATES 7.RIVERS QUEEN									Pool Code 22800		
				Ad	ditional Well	Information	ì					
11. Work	Туре	1	Well Type		13. Cable/R			ease Type	Ground Level Elevation			
	N O ROTARY 16. Multiple 17. Proposed Depth 18. Form						ion S Contractor			3599 ' 20. Spud Date		
NO 4500' 4200 7 RIVERS, QUEEN UNK												
Depth to Groun	ince from	nearest fresh water niles NORT					face water					
We will be	using a closed-lo	op syst	em in lieu o	f lined p	its							
			21.	Propos	ed Casing and	Cement Pr	ogram					
Туре	Hole Size	Ca	sing Size	Cas	Casing Weight/ft Setting		g Depth	oth Sacks of Cem		Estimated TOC		
Conducto	r 17½"	13	3 3/8"	4	48#	40'		Redi-mi	ζ	Surface.		
Surface	121"		3 5/8"		24#	400	1	325 Sx.		Surface		
Producti	roduction 7 7/8" 5½" 15.5#						4200 '		<u></u>	Surface		
					ent Program:	Additional (Comments					
L			EE ATTA	CHED	SHEET.							
			22.	Propos	ed Blowout Pr	revention P	rogram					
Type Working Pressure				Test Pressure			Manufacturer					
DOUBLE RAM 2000			1500			SHAFFER or CAMERON						
^{23.} I hereby certify that the information given above is true and complete to the best of my knowledge and belief.				OIL CONSERVATION DIVISION								
I further certify that I have complied with 19.15,14.9(A) NMAC and/or				Approved By:								
19.15.14.9 (B) Signature: (19.15.14.9 (B) NMAC , if applicable. Signature:					1.pp.0400 L	Арргочес ву.					
Printed name;	Printed name: /Joe T. Janica/					Title: Petroleum Engineer						
Title: Permit Eng.					Approved Date In Later Land							

Approved Date:

Conditions of Approval Attached

Expiration Date:

- 1. Drill 26" hole to 40'. Set 40' of 20" conductor pipe and cement to surface with Redi-mix.
- 2. Drill 12¼" hole to 400'. Run and set 400' of 8 5/8" 24# J-55 ST&C casing. Cement with 325 Sx. of Class "C" cement + 2% CaCl, + .125# Flocele/Sx. Yield 1.34 circulate cement to surface.
- 3. Drill 7 7/8" hole to 4200'. Run and set 4200' of $5\frac{1}{2}$ " 15.5# J-55 ST&C casing. Cement with 800 Sx. of Class "C" cement + additives Yield 1.6, circulate cement to surface. If hole conditions require a DV-Tool will be run and cement volumes will be recalculated.

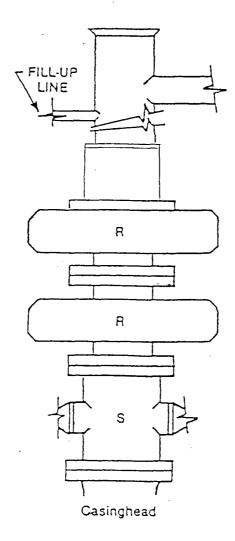


FIGURE K1-1. Recommended IADC Class 2 BOP stack, 2000 psi WP. Either SRd (left) or SA (right) arrangement is acceptable and drilling spool is optional.