District I 1625 N. French Dr., Hobbs, NM 88240 District II 1301 W. Grand Avenue, Artesia, NM 88210 1000 Rio Brazos Road, Aztec, NM 87410

9/17/2013

State of New Mexico Energy Minerals and Natural Resources

HOBBS OCD

Form C-101 June 16, 2008

Oil Conservation Division 1220 South St. Francis Dr.

SEPSulmit reappropriate District Office

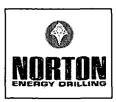
AMENDED REPORT

District IV 1220 S. St. Fr	istrict IV					Santa Fe, NM 87505				RECEIVE	AMI 	ENDED REPORT	
AP]	PLICA'	TION F	OR PERM	IT TO	DRILL,	RE-EN	TER,	DEEP1	EN, PLUG			DD A ZONE	
Operator Name and Address Texland Petroleum-Hobbs, LLC								113315 OGRID Number					
777 Main Street, Suite 3200 Fort Worth, Texas 76102							30 – 025-			APIN	API Number 41533		
Property Code J.R. Holt					3 Prope	rty Name	y Name			° Well No. #3			
9 Proposed Pool I Shipp Strawn							¹⁰ Proposed Pool 2						
		, L	siipp suawii	•	⁷ Sui	face Lo	cation	-					
UL or lot no. D	100 000		Lot le		et from the 830	North/S	South line Feet from the Forth 1060		East/We We		County Lea		
			⁸ Pro	posed Bo	ottom Hole	Location	If Diffe	rent Fro	m Surface				
UL or lot no.	ot no. Section Township Range		Lot Idn		et from the	e North/South line		Feet from the	East/We	st line	County		
					Additiona		nforma						
	Type Code N	12 Well Type Coo				Cable/Rotary R	•		Lease Type Code P		15 Ground Level Elevation 3761'		
¹⁶ M	lultiple N		17 Proposed Depth		18 Fort				19 Contractor Norton		20 Spud Date ASAP		
			11,5	004	osed Cas		<u> </u>	nt Prog				ASAI .	
Hole Size		Casing Size		_	Casing weight/foot		Setting Depth		Sacks of Cement		Estimated TOC		
17 1/2"		13 3/8"			48#		450'		460 sks		surface		
12 ½" 11"		8 5/8"		32#			2350' 4500'		1650 sks				
7 7/8" _		5 1/2"			17#		11.500'		2000 sks		surface surface		
Describe the Texland plathis proced	blowout prans to dri ure we pl	evention pro Il the prop an to use	gram, if any. Us	e additional a total dep oop Syster	sheets if neo oth of 11,5 m and haul	essary. 00° and c	omplete	as an S	hipp Strawn ((Detrital)	produci	ew productive zone. ng well. During completion	
			2, location and and Closed L				_			e blowout	prevent	er diagram, the	
									A	V51.	-6	885	
²³ I hereby certify that the information given above is true and complete to the best of my knowledge and belief. Signature:							OIL CONSERVATION DIVISION						
Vielia Smith							Approved by:						
Printed name: Vickie Smith							Title: Petroleum Engineer						
Title: Regulatory Analyst							Approval Date: Expiration Date:						
E-mail Addres		nith@tevn	etro com	\$ ♠	, the		•	r			•	, ,	
Date:	vsmith@texpetro.com Phone:					Condi	Conditions of Approval Attached						
Dute.	te: Conditions of Approval Attached												

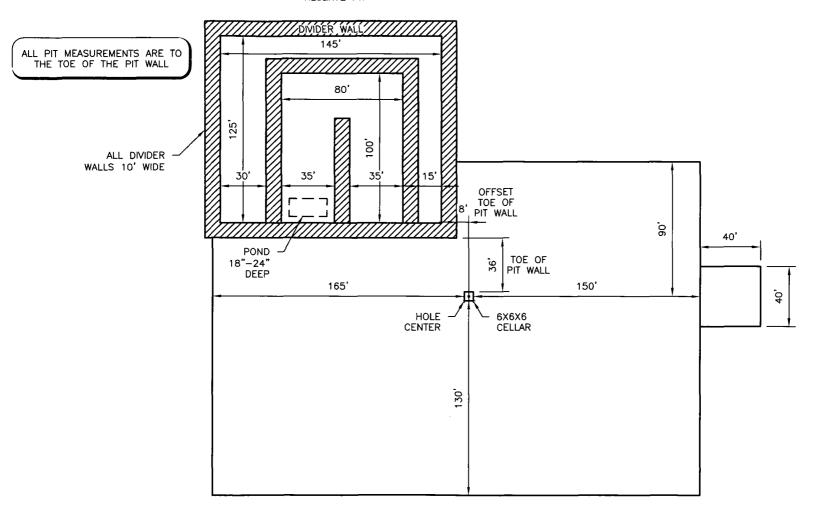
817-336-2751 ext 233

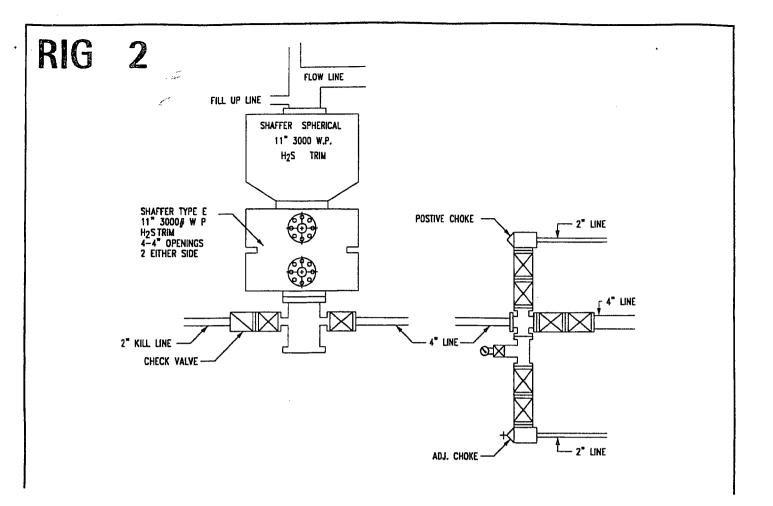


RIG *2 LOCATION PLAT



RESERVE PIT

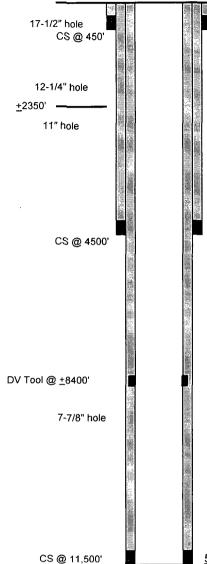




JR Holt #3

Wellbore Schematic

KB: <u>+</u>3725' GL: <u>+</u>3709' Z: 16' AGL



13-3/8" 48# H40 STC Csg

+210 sxs 35:65:8 Poz-C-Gel + 2% CaCl (12.5 ppg / 2.00 yield) Lead & 250 sxs Cl C + 2% CaCl + 0.005 gps FP-6L (14.8 ppg / 1.34 Yield) Tail

8-5/8" 32# J55 f/ Surf to 3800' 8-5/8" 32# HCK55 f/ 3800' to 4500'

8-5/8" 32# HCK55 & J55 LTC Csg

±1450 sxs 35:65:6 Poz-C-Gel + 5% NaCl (12.5 ppg / 2.02 yield) Lead & 200 sxs Cl C + 1% CaCl (14.8 ppg / 1.34 Yield) Tail

2nd Stage

550 sxs 50:50:10 Poz-C-Gel + 5% NaCl + 3 pps LCM-1 (11.8 ppg / 2.45 yield) Lead & 575 sxs 15:61:11 Poz-C-CSE-2 + 4% NaCl + 3 pps LCM-1 + 0.5% FL-52A + 0.5% FL-25 + 0.2% SMS (13.2 ppg / 1.62 yield) Tail

5-1/2" 17# N80 f/ Surf to 10,700' 5-1/2" 17# P110HC f/ 10,700' to 11,500'

5-1/2" 17# N80& P110HC LTC Csg

1st Stage

300 sxs 50:50:10 Poz-H-Gel + 5% NaCl + 3 pps LCM-1 + 0.3% FL-52A (11.8 ppg / 2.45 yield) Lead & 575 sxs 15:61:11 Poz-C-CSE-2 + 4% NaCl + 3 pps LCM-1 + 0.5% FL-52A + 0.6% FL-25 + 0.2% SMS + 0.15% R-21 (13.2 ppg / 1.63 yield) Tail

G.Mendenhall 4/30/2013

CLOSED-LOOP SYSTEM DESIGN AND CONSTRUCTION

