District 1

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

Signature:

Date:

Printed name: Billy E. Prichard

E-mail Address: billy@pwllc.net

Title: Agent for OWL SWD Operating, L.L.C.

Phone: 432-934-7680

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 18, 2013

Energy Minerals and Natural Resources

Oil Conservation Division

1220 South St. Francis Dr.

Santa Fe, NM 87505

□AMENDED	REPORT
LIMITERDED	KEI OK I

Operator Name and Address OWL SWD Operating, Inc. 8214 Westchester Drive Suite 850 Dallas, TX 75225					OGRID Number 308339				
Property Code Property N Madera St				ty Name	6 Well No.			ell No.	
	////		-	7. Surface				<u>_</u>	
UL - Lot	Section 14	Township 24S	Range 34E	l l	et from 1	N/S Line S	Feet From 1970	E/W Line	County Lea
,				8 Proposed Bot	tom Hole Loc	cation			
UL - Lot	Section	Township	Range	Lot Idn Fe	et from	N/S Line	HOBBSOCD	E/W Line	County
				9 Pool Inf	ormation	· ·	F E P3 2015		
				Pool Name SWD: Devoni	an	1 D170 E450,			Pool Code 96101
							RECEIVED		
				Additional We		n		1	
^{11.} Work [*]			^{12.} Well Type S		le/Rotary R	P Lease Type 15. G			und Level Elevation 3464
^{16.} Multiple ^{17.} P		^{17.} Proposed Depth 17000	n ^{18.} Formation Devonian		1		20. Spud Date ASAP		
Depth to Ground water Distance from nearest fresh water wel			ter well		Distance to	nearest surface v	water		
We will be	using a c	losed-loop	system in lieu of	-					
Туре	Hole	Size	Casing Size	Proposed Casing a Casing Weight/ft		rogram ng Depth	Sacks of Co	ement	Estimated TOC
Surface	20	0"	16"	75 lb/ft		000'	625		SURFACE
Intermediate 1	14-	1/2"	13-5/8"	88.2 lb/ft	5,	400'	925		SURFACE
Intermediate 2	. 13	2"	10-3/4"	65.7 lb/ft	12	1,169		9	SURFACE
Pod . Liner	9-1	/4"	7-5/8"	42.8 lb/ft	11,800	11,800'-16,200'			11,800'
			Casin	g/Cement Progran	: Additional	Comme	nts		
			22.	Proposed Blowout	Prevention P	rogram			
Type Working Pressure			Test Pressure		Manufacturer				
Double Hydraulic		5000	5000 500		00	Cameron/Schaffer			
J. I herehv certi	ify that the	e information	given above is tru	te and complete to the be	st				
f my knowledg	ge and bel	ief.		•		OII	CONSERVAT	ION DIVISI	ION
turther certit 9.15.14.9 (B)				(A) NMAC and/or	Approved I	Ву:	21/		

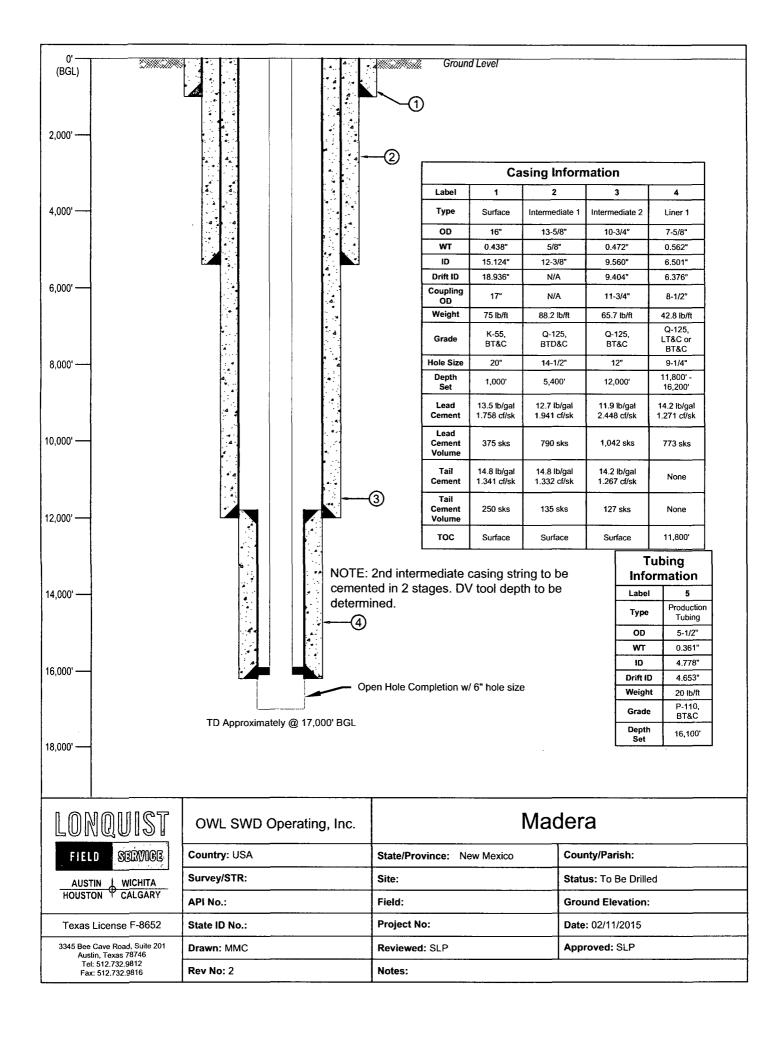
Title: Petroleum Engineer

Approved Date: 02

Expiration Date: 02/23//

See Attached

Conditions of Approx FEB 24



CONDITIONS OF APPROVAL

API#	Operator	Well name & Number
30-025-42448	OWL SWD Operating Inc	MADERA SWD # 001

Applicable conditions of approval marked with XXXXXX

Administrative Orders Required

XXXXXX	Will require administrative order for SWD prior to placing the well on injection
Other wells	S .
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

Casing

XXXXXX	SURFACE & INTERNEMIATE(1) CASING - Cement must circulate to surface
XXXXXX	PRODUCTION CASING - Cement must circulate to surface
XXXXXX	LINER 1 - Cement must come to top of liner
XXXXXXX	If cement does not circulate to surface, must run temperature survey or other log to determine top of cement
	South Area
XXXXXX	Surface casing must be set 25' below top of Rustler Anhydrite in order to seal off protectable water

Pits

XXXXXX	If using a pit for drilling and completions, must have an approved pit form prior to spudding the well				

Completion & Production

XXXXXX	Must notify Hobbs OCD office prior to conducting MIT (575) 393-6161 ext. 114	
XXXXXX	Must conduct MIT prior to any injection	