State of New Mexico

Form C-101 Revised July 18, 2013

Phone: (575) 393-6161 Fax: (575) 393-0720 District II

HOBBS OCD Energy Minerals and Natural Resources

Oil Conservation Division

☐ AMENDED REPORT

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

811 S. First St., Artesia, NM 88210

SEP 07 2016

1220 South St. Francis Dr.

District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462

RECEIVED

Santa Fe, NM 87505

APPLICATION FOR PERMIT TO DRILL	DE-ENTED DEEDEN	PLUCBACK	OR ADD	A ZONE
APPLICATION FOR PERMIT TO DRILL	, RE-ENTER, DEEFEN	, ILUGDACK.	UK ADD F	LUNE

		TW AND	1. Operator Name and			,	,	2. OGRID Numb	
Fasken Oil at 6101 Holiday Midland, TX	nd Ranch, L y Hill Road 79707	td.					70-0	151416 25-434	22
4. Prop	certy Code	6809		Oı	Property Name: 1ail "16" State	SWD	700	7 6. W	ell No.
	1			7. S	urface Location	on			
UL - Lot	Section 16	Township 20-S	Range 34-E	Lot Idn	Feet from 1050	N/S Line South	Feet From 2330	E/W Line West	County Lea
	th the		1 1	8 Propos	sed Bottom Ho	ole Location	7-4	1	a lamb
UL - Lot	Section	Township	Range	Lot Idn	Feet from	N/S Line	Feet From	E/W Line	County
				9. P	ool Informati	on	ALC:		
			SWD:D	EVOR	Name				Pool Code 96101
					nal Well Infor	mation			
11. Wo	ork Type	7-5	12. Well Type		13. Cable/Rotary	382	14. Lease Type	15. Gro	ound Level Elevation
	N	100	S	- 46	R		S		3636.7
16. N	Multiple		17. Proposed Depth		18. Formation	745	19. Contractor		^{20.} Spud Date
a lake	27 772		16,500'	Dev	onian	LIFE OF STREET	TBD		10/15/16
Depth to Gro	ound water		Distance	e from neares	t fresh water well		Distanc	ce to nearest surface	water

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

21. Proposed Casing and Cement Program

Туре	Hole Size	Casing Size	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surface	17-1/2"	13-3/8"	48 & 54.5#	1650'	1250 sx "C"	Surface
Inter.	12-1/4"	9-5/8"	40#	5250'	650 sx HLC & C	Surface
Prod.	8-3/4"	7"	26 & 29#	14750'	2650 sx	Surface

Casing/Cement Program: Additional Comments

A 6-1/8" hole will be drilled from 14,500'-16,000' and the well will be completed as an SWD in the open Devonian.

There will be a DV tool on the intermediate casing at 4000', with 1500 sx HLC and "C" cement from 4000'-surface

the British of the Burn Con	1 Toposeu Blowout 1	evention i rogram	
Туре	Working Pressure	Test Pressure	Manufacturer
Annular and Double Ran	5000/5000	2500 annular/5000 rams	Schaffer
^{23.} I hereby certify that the information given above is true and complete to the best of my knowledge and belief.		OIL CONSERVATI	ON DIVISION
I further certify that I have 19.15.14.9 (B) NMAC □, if Signature:	complied with 19.15.14.9 (A) NMAC and/or applicable.	Approved By:	- Marin
Printed name: Addison Long	Ó	Title:	Petroleum Engineer
Title: Regulatory Ana	alyst	Approved Date: 09/20/16 Exp	Petroleum Engineer iration Date: 09/20/18
E-mail Address: addisonl@fo	rl.com		
Date: 9-1-16	Phone(432) 687-1777	Conditions of Approval Attached	
The state of the s		Se	e Attached

SEE E-MAIL FROM LANDMAN **Conditions of Approval**

CONDITIONS OF APPROVAL

API#	Operator	Well name & Number	
30-025-43422	FASKEN OIL AND RANCH LTD	QUAIL 16 STATE SWD # 009	

Applicable conditions of approval marked with XXXXXX

Administrative Orders Required

XXXXXXX	Will require administrative order for SWD prior to placing the well on injection

Other wells

Pits

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

Casing

XXXXXX	SURFACE CASING - Cement must circulate to surface
XXXXXXX	INTERMEDIATE 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
XXXXXXX	Surface casing must be set 25' below top of Rustler Anhydrite in order to seal off protectable water

Completion & Production

XXXXXX	Must notify Hobbs OCD office prior to conducting MIT (575) 393-6161 ext. 107
XXXXXXX	Must conduct MIT prior to any injection