Energy Minerals and Natural Resources

Revised March 17, 1999

Oil Conservation Division 2040 South Pacheco Santa Fe, NM 87505

Submit to appropriate District Office State Lease - 6 Copies Fee Lease - 5 Copies

AMENDED REPORT

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE Operator Name and Address OGRID Number 025482 Xeric Oil & Gas Corporation PO Box 352 API Number Midland, Texas 79702 30-025-359 Property Code Property Name Well No. 27462 **HERRADURA** Surface Location UL or lot no. Township Range Foot from the Lot Ide North/South line Feet from the East/West line County T 15 19-S 38-E 1502 South 864 East Lea Proposed Bottom Hole Location If Different From Surface UL or lot no. Towashir North/South line Feet from the East/West line Courty Proposed Pool 1 * Proposed Pool 2 Nadine Drinkard ABO Nadine Tubb/Nadine Blinebry "Work Type Code Well Type Code Cable/Rotary Lease Type Code Ground Level Elevation N R P 3595 Multiple Proposed Depth Formation Contractor Spud Date No 8500' **ABO** Key Drilling Co. ASAP ²¹ Proposed Casing and Cement Program Hole Size **Casing Size** Casing weight/foot Setting Depth Sacks of Cement Estimated TOC 12 1/4" 8 5/8" 24 1600' 850 Circulated 7 7/8" 5 1/2" 17 85001 900 Circ-Surface Describe the proposed program. If this application is to DEEPEN or PLUG BACK, give the data on the present productive zone and proposed new productive zone. Describe the blowout prevention program, if any. Use additional sheets if necessary. Drill 12 1/4" hole to approximately 1600' or hard formation will set 8 5/8" csg & cement w/650 sx "C" + 4% gel + 2% Cacl + 200 sx "C" + 2% Cacl; Drill 12 1/4" hole to approximately 1600' or hard formation w/fresh water. Drill 7 7/8" hole with brine water to 8500'. Run open hole logs. 3. Set 5 1/2" csg. Cemnet w/555 sx "C" 35:65 pos + 6% gel + 5% salt + .25% celloflake; tail w/345 sx "C": circulate to surface 23 I hereby certify that the information given above is true and complete to the best of OIL CONSERVATION DIVISION GINAL SIGNED BY my knowledge and bej PAUL F. KAUTZ Approved by: Signature: ROLEUM ENGINEE R. C. Barnett Printed name: Title: President Title: Expiration Date: Approval Date Date: Conditions of Approval: Phone: 5/22/02 (915) 683-3171 Attached

> Permit Expires 1 Year From Approval Date Unless Drilling Underway

