

**State of New Mexico**  
**Energy, Minerals and Natural Resources**  
**Oil Conservation Division**  
**1220 S. St Francis Dr.**  
**Santa Fe, NM 87505**

**APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE**

1. Operator Name and Address OGX RESOURCES, LLC P. O. BOX 2064 MIDLAND , TX 79702		2. OGRID Number 217955
		3. API Number 30-015-35349
4. Property Code 36253	5. Property Name PUNCH STATE COM	6. Well No. 001

**7. Surface Location**

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
P	36	24S	27E	P	990	S	660	E	EDDY

**8. Pool Information**

SALT DRAW; MORROW, WEST (G)	96819
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**Additional Well Information**

9. Work Type New Well	10. Well Type GAS	11. Cable/Rotary	12. Lease Type State	13. Ground Level Elevation 3096
14. Multiple N	15. Proposed Depth	16. Formation Morrow	17. Contractor	18. Spud Date 1/20/2007
Depth to Ground water 450		Distance from nearest fresh water well		Distance to nearest surface water
Pit: Liner: Synthetic <input type="checkbox"/> mls thick      Clay <input type="checkbox"/> Pit Volume:      bbls      Drilling Method: Closed Loop System <input checked="" type="checkbox"/> Fresh Water <input type="checkbox"/> Brine <input type="checkbox"/> Diesel/Oil-based <input type="checkbox"/> Gas/Air <input type="checkbox"/>				

**19. Proposed Casing and Cement Program**

Type	Hole Size	Casing Type	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	17.5	13.375	54.5	550	700	0
Int1	12.25	9.625	35	2100	700	0
Prod	8.5	7	26	9400	1450	0
Liner1	6	4.5	11.6	13000	250	9100

**Casing/Cement Program: Additional Comments**

Sending diagrams, maps, drilling program & H2S exception request.
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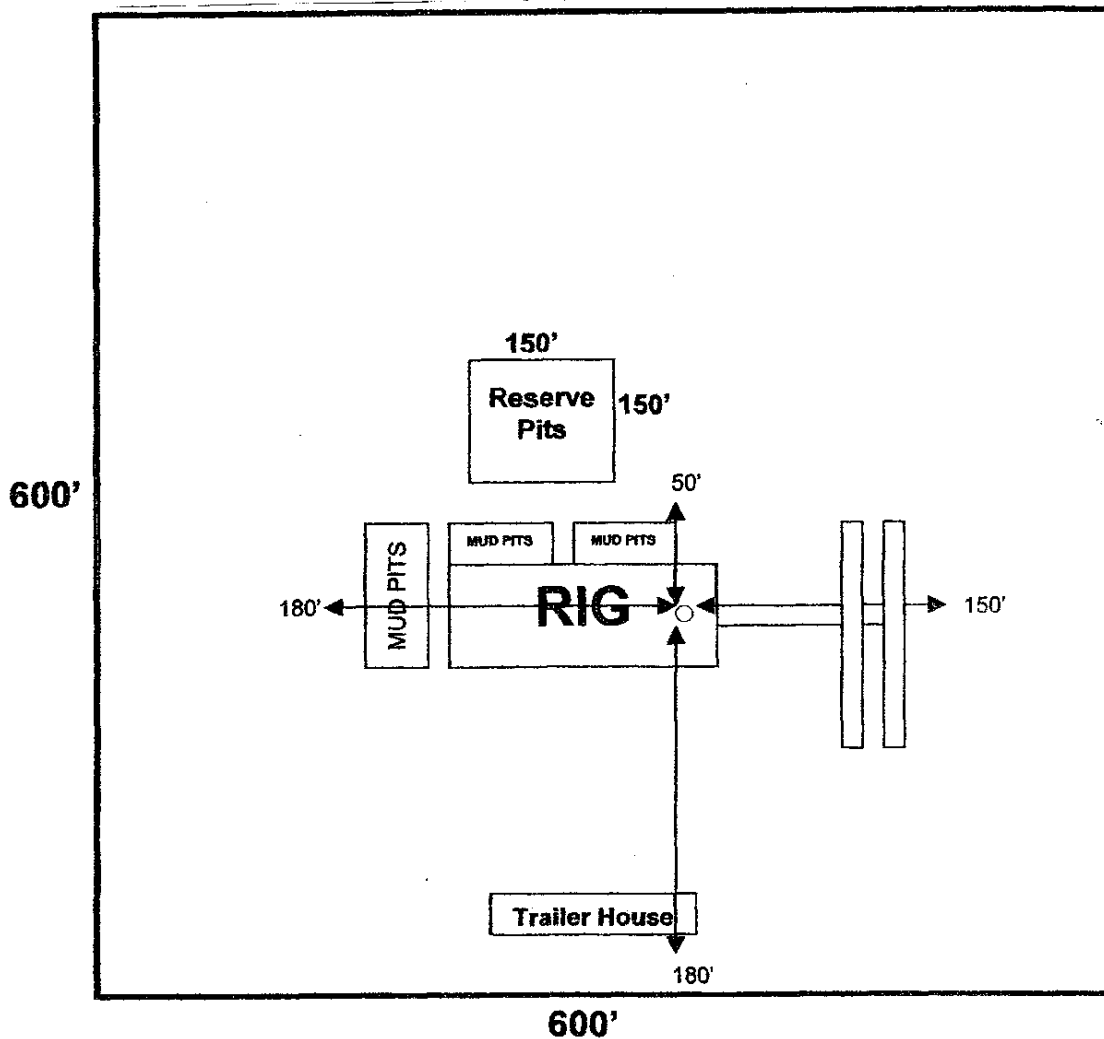
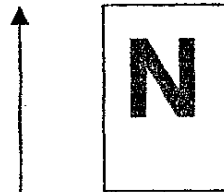
**Proposed Blowout Prevention Program**

Type	Working Pressure	Test Pressure	Manufacturer
DoubleRam	5000	5000	Weatherford

I hereby certify that the information given above is true and complete to the best of my knowledge and belief. <b>I further certify that the drilling pit will be constructed according to NMOCD guidelines <input type="checkbox"/> , a general permit <input type="checkbox"/> , or an (attached) alternative OCB-approved plan <input type="checkbox"/> .</b> Printed Name: Electronically filed by Frank Agar Title: Member Email Address: kip@carlowcorp.com Date: 1/9/2007      Phone: 432-685-1287	OIL CONSERVATION DIVISION	
	Approved By: Bryan Arrant	
	Title: Geologist	
	Approved Date: 1/12/2007	Expiration Date: 1/12/2008
	Conditions of Approval Attached	

# DRILLING RIG LAYOUT

OGX Resources, LLC.



## BASIN SURVEYS

# Permit Conditions of Approval

Operator: OGX RESOURCES, LLC , 217955

Well: PUNCH STATE COM #001

API: 30-015-35349

OCD Reviewer	Condition
BArrant	Pit construction and closure must satisfy all requirements of your approved plan, O.C.D. Rule 19.15.2.50, and the Pit and Below-Grade Tank Guidelines
BArrant	As noted, operator is to drill surface hole with fresh water mud.
BArrant	Surface casing to be set above the Salado. Please refer to offset geology for more information.