<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone:(505) 393-6161 Fax:(505) 393-0720

State of New Mexico

Form C-101 Permit 94096

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

READ	tor Name and Address & STEVENS INC	2. OGRID Number 18917			
Survey 6501	O.BOX 1518 ELL, NM 88202	3. API Number 30-05-29088			
4. Property Code 36891	5. Property Name DRYER FEE 27	6. Well No. 001			

7. Surface Location

8	UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
	H	27	115	31E	Н	1980	N	660	E	CHAVES

8. Pool Information

TV-PENN (GAS)	1 265601
I AT ENIN (OVD)	00500

Additional Well Information

9. Work Type	10. Well Type	11. Cable/Rotary	12. Lease Type	13. Ground Level Elevation		
New Well	GAS		Private	4455		
14. Montriple	15. Proposed Depth	16. Formation	17. Contractor	18. Spud Date		
N	11150	Morrow		6/1/2009		
Depth to Ground	water	Distance from nearest fresh	water well	Distance to nearest surface water		
Pit: Liner: Synthetic [Closed Loop Syste	mils thick	Clay Pit Volume:	bbls Drilling Method: Fresh Water X Brine	Diesel/Oil-based Gas/Air		

19. Proposed Casing and Cement Program

Туре	Hole Size	Casing Type	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	17.5	13.375	54.5	406	370	0
Int1	12.25	8.625	32	3702	1275	0
Prod	7.875	5.5	17	11150	1800	3300

Casing/Cement Program: Additional Comments

Proposed Blowout Prevention Program

* <u></u>				1991
	Туре	Working Pressure	Test Pressure	Manufacturer
	DoubleRam	5000	5000	unknow
-	Annular	5000	5000	unknow

I hereby certify that the information given above is true and complete to the best of my knowledge and belief. I further certify that the drilling pit will be constructed according to	OIL CONSERVATION DIVISION					
NMOCD guidelines , a general permit , or an (attached) alternative OCD-approved plan .	Approved By: Paul Kautz					
Printed Name: Electronically filed by John Maxey	Title: Geologist					
Title: President	Approved Date: 4/23/2009	Expiration Date: 4/23/2011				
Email Address: jcm@read-stevens.com						
Date: 4/17/2009 Phone: 575-622-3770						

District I

1625 N. French Dr., Hobbs, NM 88240 Phone:(505) 393-6161 Fax:(505) 393-0720

District II

1301 W. Grand Ave., Artesia, NM 88210 Phone:(505) 748-1283 Fax:(505) 748-9720

<u>District III</u> 1000 Rio Brazos Rd., Azzec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

District IV

1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico

Form C-102 Permit 94096

Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr.

Santa Fe, NM 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT

10.0					
1. API Number	2. Pool Code	3. Pool Name TV:PENN (GAS)			
30-05-29088	86560				
4. Property Code	5. Property Nam	e 6. Well No.			
36891	DRYER FEE 2	7 001			
7. OGRID No.	8. Operator Nam	e 9. Elevation			
18917	READ & STEVEN	S INC 4455			

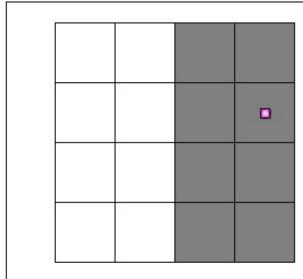
10. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
Н	27	11S	31E		1980	N	660	E	CHAVES

11. Bottom Hole Location If Different From Surface

UL - Lot	Section	To	wnship	Range	Lot	Idn	Feet From	N/S L	ine	Feet From	E/W Line	County
0.755475	ated Acres		13. J	oint or Infill		14. Consolidation N/A		Code	15. Order No.			

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location(s) or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

E-Signed By: John Maxey

Title: President Date: 4/17/2009

SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

Surveyed By: Gary Eidson Date of Survey: 11/19/2008 Certificate Number: 12641

Permit Comments

Operator: READ & STEVENS INC , 18917

Well: DRYER FEE 27 #001

API: 30-05-29088

Created By	Comment	Comment Date
dluna	Office: 575-622-3770, ext.213	4/17/2009
DMULL	OCD received form C-144 "Pit Registration". OCD Permit Number P1-01044.	4/22/2009