

PERMIAN RESOURCES
INCORPORATED

November 10, 1997

Mr. Pete Martinez
State Land Office
State of New Mexico
P.O. Box 1148
Santa Fe, New Mexico 87504-1148

Re: Application for Authorization to Inject
Permian Resources, Inc.
Quail State #1
Quail (Queen) Field
660 fsl, 1980 fel
Section 11, T-19-S, R-34-E
Lea County, New Mexico

Dear Mr. Martinez:

This letter is to serve as notification that Permian Resources, Inc. plans to convert the above referenced well to water injection and will apply for authorization with the Oil Conservation Division as soon as public notice has been made. Please contact me with any questions you might have.

Very truly yours,



Robert H. Marshall

PERMIAN RESOURCES
INCORPORATED

November 14, 1997

Bureau of Land Management
414 West Taylor Street
Hobbs, New Mexico 88240

Re: Application for Authorization to Inject
Permian Resources, Inc.
Quail State #1
Quail (Queen) Field
660 fsl, 1980 fel
Section 11, T-19-S, R-34-E
Lea County, New Mexico

Dear Sirs:

This letter is to serve as notification that Permian Resources, Inc. plans to convert the above referenced well to water injection and will apply for authorization with the Oil Conservation Division as soon as public notice has been made. The Quail State #1 lies on state land with state owned mineral but is offsetting a federal lease (BG Federal, #). Please contact me with any questions you might have.

Very truly yours,



Robert H. Marshall

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
Budget Bureau No. 1004-0135
Expires, March 31, 1993

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.
Use "APPLICATION FOR PERMIT—" for such proposals

SUBMIT IN TRIPLICATE

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other	5. Lease Designation and Serial No.
2. Name of Operator Permian Resources, Inc. dba Permian Partners, Inc.	6. If Indian, Allottee or Tribe Name
3. Address and Telephone No. P. O. Box 590 Midland, TX 79702 915/685-0113	7. If Unit or C.A. Agreement Designation
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)	8. Well Name and No. Quail State #1
	9. API Well No.
	10. Field and Pool, or Exploratory Area Quail (Queen)
	11. County or Parish, State Lea, NM

12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION
<input checked="" type="checkbox"/> Notice of Interest	<input type="checkbox"/> Abandonment
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Recompletion
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Plugging Back
	<input type="checkbox"/> Casing Repair
	<input type="checkbox"/> Altering Casing
	<input checked="" type="checkbox"/> Other <u>convert to WIW</u>
	<input type="checkbox"/> Change of Plans
	<input type="checkbox"/> New Construction
	<input type="checkbox"/> Non-Routine Fracturing
	<input type="checkbox"/> Water Shut-Off
	<input type="checkbox"/> Conversion to Injection
	<input type="checkbox"/> Dispose Water

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form)

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)

Conversion of Quail State No. 1 to WIW (Proposed) Application for Authorization to Inject Sent November 15, 1997.

14. I hereby certify that the foregoing is true and correct

Signed [Signature] Title Vice President Date Nov. 11, 1997

(This space for Federal or State office use)

Approved by _____ Title _____ Date _____
Conditions of approval, if any:

Daily News - Sun, Hobbs
Public Notices:

Water Injection Permit Request

Permian Resources, Inc., 608 North Main, Midland, Texas 79701, is applying to the New Mexico Oil Conservation Division to convert its Quail State #1 well to a water injection well in the Queen (Penrose) formation at a depth of approximately 5036 to 5170 feet. The Quail State #1 is in the Quail (Queen) Field located in Unit O, Section 11, Township 19 South, Range 34 East (660 fsl, 1980 fel of section) Lea County, New Mexico, approximately 20 miles west of the city of Hobbs. The expected maximum injection rate is 1200 BWPD and the expected maximum injection pressure is 1200 psi. Anyone desiring information about this project should contact the company, attention Robert H. Marshall, at the address listed above or at (915)685-0113. Interested parties must file objections or requests for hearings with the Oil Conservation Division, P.O. Box 2088, Santa Fe, New Mexico 87504-2088 within 15 days.