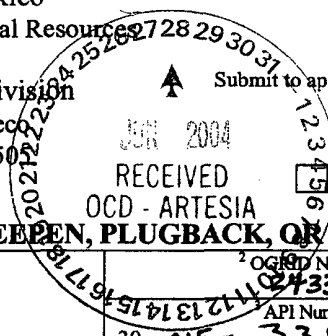


District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 South First, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico
Energy Minerals and Natural Resources

Oil Conservation Division
2040 South Pacheco
Santa Fe, NM 87505

Form C-101
Revised March 17, 1999



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

BK EXPLORATION CORP 10159 E 11TH STE 401 TULSA, OK 74128-3028		Operator Name and Address	2 Oiled Number 2433
3 Property Code 026138	5 Property Name PARDUE "34"	6 Well No. 3	API Number 30-015-33513

7 Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
G	34	23-S	28-E		2100	NORTH	1860	EAST	EDDY

8 Proposed Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
15011									
9 Proposed Pool 1 Culebra Bluff; Bone Spring, South					10 Proposed Pool 2 LOVING BRUSHY CANYON, EAST				

11 Work Type Code N	12 Well Type Code O	13 Cable/Rotary R	14 Lease Type Code P	15 Ground Level Elevation 3045'
16 Multiple N	17 Proposed Depth 6600'	18 Formation BONE SPRING	19 Contractor UNKNOWN	20 Spud Date UNKNOWN

21 Proposed Casing and Cement Program

Hole Size	Casing Size	Casing weight/foot	Setting Depth	Sacks of Cement	Estimated TOC
12.25"	8.625"	24	0 - 450'	300	SURFACE
7.875"	5.5"	15.5	0 - 6600'	600	2500'

22 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.

1. DRILL WITH FRESH MUD TO 450'. SET CASING AND CEMENT. WOC. TEST CASING AND BOP.
2. DRILL WITH CUT BRINE MUD TO 6600'. SET CASING AND CEMENT.
3. RUN CASED HOLE LOGS. PERFORATE AND STIMULATE FOR PRODUCTION.

23 I hereby certify that the information given above is true and complete to the best of my knowledge and belief.

Signature: Brad D Burks

Printed name: BRAD D. BURKS

Title: PRESIDENT

Date: 6-21-2004

Phone: 918-582-3855

OIL CONSERVATION DIVISION

Approved by: Sam W. Gurn

Title: District Supervisor

Approval Date: JUL 1 8 2004

Expiration Date: JUL 1 8 2005

Conditions of Approval:

Attached ☐

CEMENT TO COVER ALL OIL, GAS AND WATER BEARING ZONES

District I
1825 N. French Dr. Hobbs, NM 88240

District II
811 South First, Artesia, NM 88210

District III
1000 Rio Brazos Rd., Aztec NM 87410

District IV
2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico
Energy, Minerals & Natural Resources

OIL CONSERVATION DIVISION

2040 South Pacheco
Santa Fe, N M 87505

Form C-102

Revised March 17, 1999

Submit to Appropriate District Office

State Lease - 4 Copies

Fee Lease - 3 Copies

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-015-	Pool Code 15011	Pool Name CULEBRA BLUFF BONE SPRING, S.
Property Code 026138	Property Name PARDUE "34"	Well Number 3
GRID No. 2433	Operation Name BK EXPLORATION CORPORATION	Elevation 3045

Surface Location

UL or Lot No. G	Section 34	Township 23-S	Range 28-E	Lot Idn.	Feet from the 2100	North/South line NORTH	Feet from the 1860	East/West line EAST	County EDDY
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Bottom Hole Location If Different From Surface

UL or Lot No.	Section	Township	Range	Lot Idn.	Feet from the	North/South line	Feet from the	East/West line	County
Dedicated Acres 80	Joint or Infill N	Consolidation Code C	Order No.						

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

	OPERATOR CERTIFICATION I HEREBY CERTIFY THAT THE INFORMATION HEREIN IS TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF.
	Signature Brad D. Burks
	Printed Name Brad D. Burks
	Title President
	Date 5-1-2003 6-1-2004
	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 KNOWLEDGE AND BELIEF.
	Date of Survey APRIL 9, 2003
	Signature and Seal of Professional Surveyor

Submit 3 Copies To Appropriate District
Office
District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Ave., Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM
87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
Revised May 08, 2003

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

WELL API NO. 30-015-
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name PARDUE "34"
8. Well Number 3
9. OGRID Number 2433
10. Pool name or Wildcat CULEBRA BLUFF BONE SPRING, S.

SUNDRY NOTICES AND REPORTS ON WELLS
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A
DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH
PROPOSALS.)

1. Type of Well:
Oil Well ☒ Gas Well ☐ Other

2. Name of Operator
BK EXPLORATION CORP

3. Address of Operator
10159 E 11TH STE 401
TULSA, OK 74128-3028

4. Well Location

Unit Letter G : 2100 feet from the NORTH line and 1860 feet from the EAST line

Section 34 Township 23-S Range 28-E NMPM EDDY County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)

3045' GR

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐

TEMPORARILY ABANDON ☐ CHANGE PLANS ☐

PULL OR ALTER CASING ☐ MULTIPLE COMPLETION ☐

OTHER: H₂S CONTINGENCY PLAN ☒

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐

COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDONMENT ☐

CASING TEST AND CEMENT JOB ☐

OTHER: ☐

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

ATTACHED TO FORM C-101, DATED 6-1-2004.

PROPOSED WELL TO BE DRILLED THROUGH THE DELAWARE FORMATION AND INTO THE BONE SPRING FORMATION. OPERATOR'S PAST WELLS IN THE FIELD HAVE NOT ENCOUNTERED H₂S GAS, TO DATE. IT IS OPERATOR'S OPINION THAT NO FORMAL H₂S CONTINGENCY PLAN IS NEEDED. NEVERTHELESS, DRILLING AND COMPLETION CREWS MONITOR FOR H₂S GAS. NEAREST OCCUPIED DWELLING IS ONE MILE TO THE NORTHWEST.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Brad D Burks TITLE PRESIDENT DATE 6-1-2004

Type or print name BRAD D. BURKS 918-582-3855 Telephone No.

(This space for State use)

FOR RECORDS ONLY

APPROVED BY _____ TITLE _____ DATE _____

Conditions of approval, if any:

PROPOSED 5-M BOPE AND CHOKE ARRANGEMENT

