Date:

04/26/06

Phone:

505-393-5905

District 11

1301 W. Grand Avenue, Artesia, NM 88210

State of New Mexico Energy, Minerals & Natural Resources

Submit to Appropriate District Office 5 Copies

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Form C-104

District III Oil Conservation Division 1000 Rio Brazos Rd., Aztec, NM 87410 1220 South St. Francis Dr. District IV Santa Fe. NM 87505 1220 S. St. Francis Dr., Santa Fe, NM 87505 ☐ AMENDED REPORT REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT OGRID Number 1 Operator name and Address 14744 Mewbourne Oil Company PO Box 5270 Hobbs, NM 88240 ³ Reason for Filing Code/ Effective Date New Well ⁴ API Number ⁵ Pool Name 30 - 015 - 34609 Carlsbad Morrow Well Number ⁷ Property Code ⁸ Property Name Milagro 34 Federal II. 10 Surface Location Ul or lot no. Section Township Lot.Idn Feet from the North/South Line Feet from the East/West line Range County Eddy 11 Bottom Hole Location East/West line UL or lot no. Section Township Range Lot Idn | Feet from the | North/South line | Feet from the County 12 Lse Code 15 C-129 Permit Number 16 C-129 Effective Date 17 C-129 Expiration Date Producing 4 Gas Method Code **Connection Date** Flowing 04/14/06 III. Oil and Gas Transporters 18 Transporter 19 Transporter Name ²⁰ POD ²¹ O/G 22 POD ULSTR Location **OGRID** and Address and Description 36785 Sec 34-T22S-R26E **Duke Energy** G PO Box 50020 Midland, TX 79710 Sec 34-T22S-R26E 34053 Plains Marketing O 3514 Lovington Hwy Hobbs, NM 88240 RECEIVED MAY 0 9 2006 **OULL-MATERIA** IV. Produced Water ²⁴ POD ULSTR Location and Description POD V. Well Completion Data ²⁵ Spud Date 26 Ready Date 27 TD ²⁸ PBTD ³⁰ DHC, MC 29 Perforations 04/14/06 11950' 11912' 11708 -11716' 31 Hole Size 32 Casing & Tubing Size 33 Depth Set 34 Sacks Cement 17 1/2" 13 3/4" 609 600 12 1/4" 9 5/8" 5118' 1900 8 3/4" 5 1/2" 11950' 1100 2 7/11 11095' VI. Well Test Data 35 Date New Oil ³⁷ Test Date 36 Gas Delivery Date 38 Test Length ³⁹ Tbg. Pressure ⁴⁰ Csg. Pressure 04/14/06 04/14/06 04/25/06 24 300 0 41 Choke Size ⁴² Oil ⁴³ Water ⁴⁵ AOF 44 Gas 46 Test Method 48/64 Sold ⁴⁷ I hereby certify that the rules of the Oil Conservation Division have been OIL CONSERVATION DIVISION complied with and that the information given above is true and complete to the best of my knowledge and belief. Approved by: **BRYAN G. ARRANT** Signature. **DISTRICT II GEOLOGIST** Printed name: Kristi Green MAY 1 0 2006 Title: Approval Date: Hobbs Regulatory

Site Facility Diagram

Mewbourne Oil Company Milagro "34" Federal # 1 API 30-015-34609 Lease # NMNM-96203 660' FNL & 990' FEL Sec 34-T22S-R26E Eddy Co., NM

Site Security Plan at 701 S. Cecil Hobbs, NM 88240

During Production operations valve 1 is open and valve 2 is closed and sealed. During hauling operations valve 1 is closed and valve 2 is open.

