District I 1625 N. French Dr., Hoobs, NM 88240 District II 1301 W. Grand Avenue, Artesia, NM 88210 District III

1000 Rio Brazos Road, Aztec, NM 87410

State of New Mexico - 12 Energy Minerals and Natural Resources

Form C-101 May 27, 2004

Oil Conservation 1220 South St. France Santa Fel MM 8750

Submit to appropriate District Office

NOTIFY OCD TO WITNESS

ALL CASING STRINGS

☐ AMENDED REPORT

District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 ØBACK, OR ADD A ZONE APPLICATION FOR PERMIT TO DRILL, RE-ENT Operator Name and Address
Southwestern Energy Production Company
2350 N Sam Houston Parkway E
Houston, Tx 77032 OGRID Number 148111 01 30 -Property Code Property Name Karlsbad Corral SWD 9 Proposed Pool 1 10 Proposed Pool 2 Q Ware ⁷ Surface Location North/South line Feet from the UL or lot no Section Township Range Lot Idn Feet from the East/West line County South 2646 25-S 29-E 2222 East 11 J ⁸ Proposed Bottom Hole Location If Different From Surface UL or lot no. Feet from the North/South line Section Township Range Feet from the East/West line County Additional Well Information 13 Cable/Rotary 15 Ground Level Elevation 11 Work Type Code 12 Well Type Code 14 Lease Type Code 3093 N S R S Spud Date Multiple Proposed Depth 8 Formation 9 Contractor 01/15/2007 N 3600 Bell Canyon United Drilling Depth to Groundwater 140 Distance from nearest fresh water well >1000' Distance from nearest surface water >1000' Pit Volume: 10,000 bbls Pit: Liner: Synthetic 12 mils thick Clay 🗌 Drilling Method: Closed-Loop System Fresh Water Brine Diesel/Oil-based Gas/Air ²¹ Proposed Casing and Cement Program Hole Size Casing Size Casing weight/foot Setting Depth Sacks of Cement **Estimated TOC** 36 750 12.25 9.625 400 Surface 17 3600 650 Surface 7.875 5.5 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, We plan to drill a 12-1/4" hole to 750' with fresh water, run 9-5/8" 36 ppf J-55 casing and set at 750' with 400 sxs of cement circulating to surface. Drill a 7-7/8" hole to 3600', log and evaluate, then run 5-1/2" 17 ppf N-80 casing and set at 3600' and cement with sufficient cement circulating to surface. Actual cement volume to be determined after review of open hole logs. BOP's: Type **Working Pressure Test Pressure** Annular 1000 H2S Comment: We plan to drill this well in the Delaware and do not anticipate cutting any formations during the drilling of the well that contain H2S. Therfore, we do not believe an H2S contingency plan is necessary no d C+der ²³ I hereby certify that the information given above is true and complete to the ¹ best of my knowledge and belief. I further certify that the drilling pit will be OIL CONSERVATION DIVISION constructed according to NMOCD guidelines ⊠, a general permit □, or an (attached) alternative OCD-approved plan . Approved by: BRYAN G. ARRANT Signature: DISTRICT II GEOLOGIST Title: Printed name: Martha Howard Expiration Date: JAN 0 4 2008 Approval Date: JAN 0 4 2007 Title: Regulatory Analyst E-mail Address: martha_howard@swn.com

Conditions of Approv

Phone: (281) 618-4887