

District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
1301 W Grand Avenue, 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 & Natural Resources

Form C-104  
Revised June 10, 2003

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

Submit to Appropriate District Office  
5 Copies

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☐ AMENDED REPORT

I. REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT

|                                                                                                                                         |  |                                                             |  |                                 |  |
|-----------------------------------------------------------------------------------------------------------------------------------------|--|-------------------------------------------------------------|--|---------------------------------|--|
| 1 Operator name and Address<br><b>PARALLEL PETROLEUM CORPORATION</b><br><b>1004 N BIG SPRING, SUITE 400</b><br><b>MIDLAND, TX 79701</b> |  | NOV 19 2007<br><b>OCD-ARTESIA</b>                           |  | 2 OGRID Number<br><b>230387</b> |  |
| 4 API Number<br><b>30-0</b><br><b>15-35554</b>                                                                                          |  | 5 Pool Name<br><b>UNDES COTTONWOOD CREEK, WOLFCAMP WEST</b> |  | 6 Pool Code<br><b>75260</b>     |  |
| 7 Property Code                                                                                                                         |  | 8 Property Name<br><b>PARIS DRAW STATE UNIT 1624-21</b>     |  | 9 Well Number<br><b>1</b>       |  |

II. 10 Surface Location

| UL or lot no. | Section   | Township   | Range      | Lot. Idn | Feet from the | North/South Line | Feet from the | East/West line | County      |
|---------------|-----------|------------|------------|----------|---------------|------------------|---------------|----------------|-------------|
| <b>P</b>      | <b>20</b> | <b>16S</b> | <b>24E</b> |          | <b>760</b>    | <b>SOUTH</b>     | <b>150</b>    | <b>EAST</b>    | <b>EDDY</b> |

11 Bottom Hole Location

| UL or lot no. | Section                  | Township               | Range                  | Lot. Idn                | Feet from the            | North/South Line | Feet from the | East/West line | County      |
|---------------|--------------------------|------------------------|------------------------|-------------------------|--------------------------|------------------|---------------|----------------|-------------|
| <b>P</b>      | <b>21</b>                | <b>16S</b>             | <b>24E</b>             |                         | <b>837</b>               | <b>SOUTH</b>     | <b>691</b>    | <b>EAST</b>    | <b>EDDY</b> |
| 12 Lse Code   | 13 Producing Method Code | 14 Gas Connection Date | 15 C-129 Permit Number | 16 C-129 Effective Date | 17 C-129 Expiration Date |                  |               |                |             |
|               |                          | <b>09-13-2007</b>      |                        |                         |                          |                  |               |                |             |

III. Oil and Gas Transporters

| 18 Transporter OGRID | 19 Transporter Name and Address                                                  | 20 POD | 21 O/G   | 22 POD ULSTR Location and Description  |
|----------------------|----------------------------------------------------------------------------------|--------|----------|----------------------------------------|
| <b>36785</b>         | <b>DCP MIDSTREAM LP</b><br><b>3000 N 'A', BLDG 7</b><br><b>MIDLAND, TX 79705</b> |        | <b>G</b> | <b>SEC 20, T16S, R24E, EDDY CO, NM</b> |
|                      |                                                                                  |        |          |                                        |
|                      |                                                                                  |        |          |                                        |
|                      |                                                                                  |        |          |                                        |
|                      |                                                                                  |        |          |                                        |

IV. Produced Water

| 23 POD | 24 POD ULSTR Location and Description |
|--------|---------------------------------------|
|        |                                       |

V. Well Completion Data

| 25 Spud Date      | 26 Ready Date           | 27 TD                  | 28 PBTD                 | 29 Perforations       | 30 DHC, MC |
|-------------------|-------------------------|------------------------|-------------------------|-----------------------|------------|
| <b>06-16-2007</b> | <b>09-13-2007</b>       | <b>8853 MD/4456TVD</b> | <b>8803 MD/4454 TVD</b> | <b>4970 - 8792 MD</b> |            |
| 31 Hole Size      | 32 Casing & Tubing Size | 33 Depth Set           | 34 Sacks Cement         |                       |            |
|                   | <b>16</b>               | <b>120</b>             | <b>(CONDUCTOR)</b>      |                       |            |
| <b>11</b>         | <b>8.625</b>            | <b>1063</b>            | <b>1000 SX</b>          |                       |            |
| <b>7.875</b>      | <b>5.5</b>              | <b>8850</b>            | <b>1875 SX</b>          |                       |            |
|                   |                         |                        |                         |                       |            |

VI. Well Test Data

| 35 Date New Oil | 36 Gas Delivery Date | 37 Test Date      | 38 Test Length | 39 Tbg. Pressure | 40 Csg. Pressure |
|-----------------|----------------------|-------------------|----------------|------------------|------------------|
|                 | <b>09-13-2007</b>    | <b>09-15-2007</b> | <b>24 HOUR</b> | <b>220</b>       | <b>400</b>       |
| 41 Choke Size   | 42 Oil               | 43 Water          | 44 Gas         | 45 AOF           | 46 Test Method   |
| <b>48/64</b>    | <b>0</b>             | <b>161</b>        | <b>1517</b>    |                  | <b>FLOWING</b>   |

|                                                                                                                                                                                                                                   |                            |                                           |  |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------|-------------------------------------------|--|
| 47 I hereby certify that the rules of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief.<br>Signature: <i>Kaye McCormick</i> |                            | OIL CONSERVATION DIVISION<br>Approved by: |  |
| Printed name: <b>KAYE MC CORMICK</b>                                                                                                                                                                                              |                            | Title: <b>BRYAN G. ARANT</b>              |  |
| Title: <b>SR PROD &amp; REG TECH</b>                                                                                                                                                                                              |                            | Approval Date: <b>DEC 12 2007</b>         |  |
| Email: <b>kmccormick@plll.com</b>                                                                                                                                                                                                 |                            |                                           |  |
| Date: <b>11-16-2007</b>                                                                                                                                                                                                           | Phone: <b>432-685-6563</b> |                                           |  |