District 1

State of New Mexico Energy, Minerals & Natural Resources 5

Form C-101 May 27, 2004

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

Oil Conservation Divsiion Submit to appropriate District Office

1220 S. St. Francis Dr. OCD-ARTESIA

AMENDED REPORT

District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

Santa Fe, NM 87505

AMENDED RI
AMENDED RI
APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZON

APPLIC	CATION	FO	R PE	RMIT T	O DRI	LL, RE-EN	ITE	R, DEEPEN,	PLUGBAC					
¹ Operator Name and Address							² OGRID Number							
Nearburg Pro	Nearburg Producing Company									0157/42 ³ API Number				
3300 N A St	., Bldg 2,	, St	e 120,	Midland	, TX 79	705			30- 15-30		mber			
⁴ Property Code ⁵ Property South Boy												ell No. 11		
			posed Po						10 Proposed	Pool 2				
	Undesigna	ited	; Glo	rieta/ Y	eso		<u> </u>				 			
						⁷ Surface I	Locat	tion						
UL or lot no	Section		vnship	Range	Lot. Idn			North/South Line	Feet from the	East/West		County		
F	27		195	25E		1830		North	1830	Wes	ť <u> </u>	Eddy		
			8 Pro	oposed B	ottom	Hole Locati	ion I	Different Fro	m Surface					
UL or lot no.	Section	Tov	vnship	Range	Lot. Idn	Feet from t	the	North/South Line	Feet from the	East/West	line	County		
					A	dditional W	ell L	ocation						
11 Work Typ	oe Code	- 1	12	Well Type Cod	e	13 Cable/R	otary	14 Lea	ise Type Code	15 G	round I	Level Elevation		
Plug				Ô			Ţ		State		3	3460		
¹⁶ Multi	-		17 I	Proposed Depth	1	¹⁸ Forma			Contractor			ud Date		
Depth to ground	•			8100'	Distance fr	Glorieta om nearest fresh			Mesa Distance from ne	arest surface y		/1/08		
Deptil to ground	water				Distance n	om nearest nesn	water	ven	Distance from he	arest surface (
Pit: Liner: Syn	thetic		_ mils thi	ck Clay		Pit Volume		bbls Drilling Met	hod:					
·	op System			•				_		/Oil-based]	Gas/Air 🔲		
				²¹ P	ropose	d Casing an	d Ce	ment Progran	n					
Hole S	ıze		Casing			g weight/foot	1	Setting Depth	Sacks of Cer	nent	Е	stimated TOC		
14-3/	/4		9-5	/8		36		1106	1500			Surface		
8-3/	4		7	,	23	3 & 29		8100	225,			7250		
All csg is	existing													
									,		Ť			
									, t					
22 Describe the r	proposed progr	ram	If this ar	unlication is t	o DEEPEN	N or PLUG BAC	L 'Κ σίν	e the data on the nr	esent productivé	żone and pro	posed	new productive zone.		
Describe the blow							11, 61,	o the data on the pr		sone and prop		new productive zene.		
Propose to	plugback	the	well	to evalu	ate the	Glorieta/	Yeso	formation. I	Perf. test a	nd stimu	 ate	as		
necessary t	o establi	sh	produc	tion.					_					
See attache	ed procedu	ıre.			<i>IV</i>	STÉ:	IUC	WPI	Rul	3				
					_	_				•				
							n							
²³ I hereby certify	that the inform	matio	n given a	bove is true a	nd comple	te to the best of		OIL C	ONSERVA	TION DI	VISI	ion .		
123 I hereby certify that the information given above is true and complete to the best of my knowledge and belief. I further certify that the drilling pit will be								11	0_					
constructed according to NMOCD guidelines \(\bigce \) a general permit \(\bigcup_\), or an (attached) afternative OCD-approved plan \(\bigcup_\).						Appr	oved by		Che.	5 C	,			
Signature: ACACM							 	Make	SII S		1			
Printed name: Sarah/Jordan						Title		0,	De					
Title: P	coduction	Ana	lyst				Appr	oval Date 5/2	9/08	Expiration I	Date:	5/29/10		
E-mail Address:	sjordan@r	near	burg											
Date: Phone:							Cond	litions of Approval:		;				
5	1.0	\mathcal{Q}		432	2/686-82	235	Attac	ched						

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

State of New Mexico
Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-102
Revised October 12, 2005
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505

☐ AMENDED REPORT

		<u> </u>	<u>VELL LOC</u>	<u>CATIO</u>	<u>N AND ACR</u>	<u>EAGE DEDIC</u>	<u>CATION PLA</u>	<u>.T</u>	
1 A	API Number			Pool Code	450				
⁴ Property Code				South Roud 27					
0157	~ \$\frac{1}{2}		Nearh	ug	10	ung Co	mpany	1 30	Elevation
UL or lot no.	Section 27	Township	Range 15E	Lot Idn	Surface Feet from the	Location North/South line	Feet from the	East/West line	County
	~ /		11	tom Ho	-	f Different Fror			7
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
12 Dedicated Acres	¹³ Joint or	Infill "C	Consolidation Co	de 15 Oro	der No.		1	1	
division.	viii oc ass				i interests nave (occii consondated	17 O	d unit has been app PERATOR CERT that the information contained.	IFICATION
		1	, j				working intere proposed botto pursuant to a c or to a folunta	knowledge and belief, and that the st or unleased mineral interest in mine hole location or has a right to contract with an owner of such a ry pooling agreement or a compered by the division	n the land including the drill this well at this location mineral or working interest,
188			\			July Da	Signarda: Printed Name		5 · 22 · 08 Date
				C	J. J.		I hereby ce was plotted me or unde and correc	VEYOR CERT: rtify that the well located if from field notes of active r my supervision, and to t to the best of my belief	on shown on this plat all surveys made by hat the same is true
							Date of Surv Signature an	ey d Seal of Professional Surv	eyor.

Certificate Number

ISTRICT I , c.O. Box 1980, Hobbs, NM 88241-1980

State of New Mexico

Energy, Minerals and Natural Resources Department

Form C-102
Revised February 10, 1994
Submit to Appropriate District Office

State Lease - 4 Copies
Fee Lease - 3 Copies

DISTRICT II P.O. Drawer DD, Artesia, NM 86211-0719

DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410

DISTRICT IV P.O. BOX 2088, SANTA FE, N.M. 67504-2088

OIL CONSERVATION DIVISION

P.O. Box 2088

Santa Fe, New Mexico 87504-2088

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

	WEL	L LOCATION	AND ACREA	GE DEDICATION	ON PLAT		
API Number		Pool Code	U	ndesignax	Pool Name	le-Veso	
Property Code			1 1	Well Number			
OGRID No.				Elevation			
015742		NEARBUR	RG PRODUCIN	NG COMPANY		3460)
			Surface Loca	ation			· · · · · · · · · · · · · · · · · · ·
UL or lot No. Section	Township Range Lot Idn Feet from the North/South line Feet from the				Feet from the	East/West line	County
F 27	19 S 25	E	1830	NORTH	1830	WEST	EDDY
	Bot	ttom Hole Lo	cation If Diffe	erent From Sur	face		
UL or lot No. Section	Township Ra	nge Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
Dedicated Acres Joint of	or Infill Consolid	lation Code Or	der No.			<u> </u>	
160 I	1						
NO ALLOWABLE V				INTIL ALL INTER APPROVED BY 1		EEN CONSOLIDA	ATED
1830'		<i>-</i> //			I hereby certifon this plat a correct to the	oleum Engine OR CERTIFICAT by that the well locat was plotted from field made by me or nd that the same is the best of my belie OBER 19, 1999 MELTIPOTO TOTAL F. EIDSO ESSIGNESS MCDONAL	FION ion shown i notes of under my true and f. DC

South Boyd 27 #11 Page 2 of 9

RECOMMENDED PROCEDURE:

Doth the Upper Penn and Glorieta/Yeso are BAD GAS zones (HIS at hezardous levels)

1) RU JSI to run CBL from 2725' to surface. 1st pass from 2725 to 2225' w/no pressure then a pass from 2725' to surface with 1000# if 1st pass looks like cmt is to surface. If TOC is not at surface determine best method forward. If cmt is to surface test csg to 3500#.

2) RU JSI to perf as follows:

2646'	2634'	2566'	2555'	2480'	2474'	2463'
2440'	2406'	2400'	2388'	2378'	2359'	2353'
2341'	2321'	2316'	2298'	2293'	2289'	

with 1 spf premium charges correlated to Schlumberger Platform Express Three Detector Litho-Density Compensated Neutron/GR" log dated 16-DEC-1999 run One. RD JSI.

- 3) RIH w/2-3/8" J-55 tbg to 2200' with 7" trtg pkr. Pickle tbg w/300g Xylene and 1000g 15% NEFE pump down tbg and out BS to clean both tbg & 7" casing. Set trtg pkr. Hold 500# on BS while breaking down the perforations.
- 4) RU BJ to Break down perfs with 2000g 15% NEFE HCL in stages as follows:
 - a) Pump 500g 15% NEFE HCL
 - b) Drop 5 7/8" 1.3 balls
 - c) Pump 250g 15% NEFE HCL
 - d) Drop 5 7/8" 1.3 balls
 - e) Pump 250g 15% NEFE HCL
 - f) Drop 5 7/8" 1.3 balls
 - ., 5.06 5 7,0 2.5 54.15
 - g) Pump 250g 15% NEFE HCL
 - h) Drop 5 7/8" 1.3 balls
 - i) Pump 250g 15% NEFE HCL
 - j) Drop 5 7/8" 1.3 balls
 - k) Pump 250g 15% NEFE HCL
 - I) Drop 5 7/8" 1.3 balls
 - m) Pump 250g 15% NEFE HCL
 - n) Displace to btm perf w/2% KCL

Let acid spend 1-1.5 hrs. Flow back acid load. Rlse pkr and RIH to make sure balls are cleared off perfs. POH w/tbg & pkr.

3) RU BJ to Frac well as follows at 60 bpm down casing:

5) NO BITO FIAC WELL AS TOLIOWS AT GO DOLL GOWIL CASHING.									
Stage	Fluid	Vol(g)	ppg	Prop	Stage#	Cum#'s			
1	Gelled 3% Acid	20,000	Pre-PAD						
2	Gelled 3% Acid	5,000	.5	20/40 SLC	2,500	2,500			
3	Gelled 3% Acid	20,000	.PAD						
4	Gelled 3% Acid	10,000	.1	LiteProp 14/30	1,000	3,500			
5	Gelled 3% Acid	20,000	.2	LiteProp 14/30	4,000	7,500			
6	Gelled 3% Acid	20,000	.3	LiteProp 14/30	6,000	13,500			
7	Gelled 3% Acid	10,000	.4	LiteProp 14/30	4,000	17,500			
8	Gelled 3% Acid	10,000	.5	SLC 20/40	5,000	22,500			
9	Gelled 3% Acid	10,000	.75	SLC 20/40	7,500	30,000			
10	Gelled 3% Acid	10,000	1	SLC 20/40	10,000	40,000			
11	Gelled 3% Acid	10,000	1.5	SLC 20/40	15,000	50,000			
12	Fresh Water	3,690	FLUSH						

Get ISIP, 5 min, 10 min & 15 min SIP's. RD BJ.

- 5) SI Overnight to let resin coated sand stabalize.
- 6) Flowback well till it dies then run 2-3/8" tbg and 8 1-3/8"K bars + 3/4" KD rods and ponies to surface. Use new C80-119-54 weatherford units.

CURRENT WELLBORE DIAGRAM

LEASE:	South Boyd 2	7	WELL: 11	FIELD:	Dagger Draw North	API:	30015308170000
LOC:	1,830' FNL an	d 1,830' FWL	SEC: 27	BLK:		PARS NO:	
SVY:	T19S, R25E		GL: 3,460'	CTY/ST	Eddy County, NM	SPUD:	11/26/1999
CURREN	NT STATUS:	Inactive (SI)	KB: 3,476'	DF:		TD DATE:	12/16/1999
						COMP. DATE:	1/7/2000
FRESH V	VATER				HOLE SIZE: SURF CSG & SIZE: SET @: SXS CMT: CIRC: TOC AT: TOC BY:	14 3/4" 9 5/8" 36# J55 1,106' 1,500 sx no 75' Tagged w/ 1" tbg	COMMENTS:
				2-7/8" tbg	2773' cap w/48' cmt (TOC@272: 2/fish top of fish @ 2777' 3660' w/100' on top		*******GEOLOGY****** TOPS OF ALL ZONES PRODUCTIVE OF HYDRO- CARBONS: San Andres: 740' Glorieta: 2345' Bone Springs: 3780' Wolfcamp: 6138' Canyon: 7685' CURRENT PERFS:
TBG: JTS: SN:	2 7/8" 0 N			Peri	f @ 6138' w/6 holes sqz w/750 sx	and circ to surface	
TAC:	N		CIBP @ 3800'	Tight s	pots @ 5445'		
ROD SIZ	IN						
PKR: TYPE:	N						SQUEEZE JOBS:
			25.1	₹ Perf	€ @ 6138' w/6 holes sqz 3 sx C ou	ntside & 18 sx inside	
OH ID: COTD: PBTD: TD:	8,016' 8,100'		cmt from 8000 to 7600'	√ peri	fs 7,724'-7,806' HOLE SIZE: PROD. CSG & SIZE: SET @: SXS CMT:	8 3/4" 7" 23 & 29# S95, No. 8,100' 225 sx	80, & K55
			PBTD - 8,016'		CIRC:	no	
				l	TOC AT:	7,250'	
		⊿		7	TOC BY:	CBL	
	OPEN HOLE:				LINER:		BY: BHH 5/22/2008

PROPOSED WELLBORE DIAGRAM

