District IV

District II

1301 W. Grand Avenue, Artesia WM-882 10. V ED

District III

1000 Rio Brazos Rd., Aztec, NM 87410 2 7 2010

Oil Conservation Division

Submit one copy to appropriate District Office

1220 South St. Francis Dr. Santa Fe, NM 87505 1220 S. St. Francis Dr., Santa Fe, NM 87505

I. *REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT							
<sup>1</sup> Operator name and Address			<sup>2</sup> OGRID Number				
Echo Production, Inc.			06742				
PO Box 1210		is the second of	<sup>3</sup> Reason for Filing Code/ Effective Date				
Graham, TX 76450		,	NW	* RT			
<sup>4</sup> API Number	<sup>5</sup> Pool Name		011	<sup>6</sup> Pool Code			
30 - 015-37716	Cemetery-Yeso	. •	1/1/2	117950			
7 Property Code	8 Property Name		TO THE	<sup>9</sup> Well Number			
34361	Stiletto '16' State			5 H			
II. 10 Surface Locat	ion	`					

Ul or lot no. | Section | Township Range Lot Idn Feet from the North Line Feet from the East line County 16 **20S** 25E 380 380 Eddy 11 Bottom Hole Location UL or lot no. Section Township Lot Idn Feet from the Feet from the Range South line East line County P 16 **20S** 25E 330 330 Eddy 12 Lse Code <sup>17</sup> C-129 Expiration Date 13 Producing Method 15 C-129 Permit Number C-129 Effective Date Code Date S 11/22/10

III. Oil and Gas Transporters Transporter Transporter Name 20 O/G/W OGRID and Address 036785 DCP Midstream, LP 10 Desta Drive, Suite 400-West, Midland, TX 79705 021778 Sunoco Partners Marketing & Terminals L.P. 1004 N. Big Springs, Suite 515, Midland, TX 79701

IV. Well Completion Data <sup>21</sup> Spud Date 22 Ready Date <sup>23</sup> TD <sup>24</sup> PBTD <sup>25</sup> Perforations <sup>26</sup> DHC, MC 4/03/2010 10/30/2010 7205 7205' 2508-7205 OH <sup>29</sup> Depth Set <sup>27</sup> Hole Size <sup>28</sup> Casing & Tubing Size <sup>30</sup> Sacks Cement 30" 20" csg 40' Ready mix to surface 12 1/4" 9 5/8" csg 875 610 8 3/4" 5 1/2" csg 7205' 536 2 7/8" tbg 2167'

V. Well Test Data 31 Date New Oil 33 Test Date 32 Gas Delivery Date Test Length 35 Tbg. Pressure Csg. Pressure 24 hrs 20 Water 37 Choke Size 38 Oil 40 Gas 41 Test Method AOF Open <sup>42</sup> I hereby certify that the rules of the Oil Conservation Division have OIL CONSERVATION DIVISION been complied with and that the information given above is true and complete to the best of my knowledge and belief. Signature: Approved by Printed name: Tom Golden Title: Operations Manager Approval Date: FEB 2 3 2000 E-mail Address: Date: 12/23/2010 (940) 549-3292

\* SEE ATTACHED LETTER FOR EXPLANATION

This well (Stiletto 16 State #5H) was granted an exception to transport 9600 bbls of oil prior to potential testing in late November due to the large amount of load water (79,424 bbls) to be recovered after fracture treating. The well started producing oil on 11/23/2010 (37 BOPD) after producing 33,445 BLW and has continued to increase as the load water is recovered. In November, it produced 1684 bbls in 8 days for an average of 210.5 BOPD and 7195 bbls in the first 21 days of December for an average of 342.6 BOPD. On 12/21/2010, it produced 381 BO and 628 BLW with a total of 53,800 bbls of load water recovered and 25624 BLW remaining to be recovered.

We are requesting a 60 day testing period at maximum rate to recover the remaining load water as efficiently as possible. This will also allow additional time for Mewbourne's recent hearing requesting increased allowables for the field to be decided. This is a 160 acre spaced horizontal Well.

Tom Golden

Echo Production, Inc.

12/23/2010

Operator <u>E</u>	2ho Pra	2 Inc	<u> </u>	District I_
Ogrid <u>674</u>	2			Lease Type F
Date C104 rec'd Date of file review	12/27/W	_ _ C-104 for N	<b>P/W Dea</b> P/R	edline// E DHC <b>f</b>
Inactive Well List Additional Bondin	22 // g <b>ND</b> S	2		
APD Appvl Date _	3/31/10	Σ	Pit Permit A	appvi 3 /31/20
Spud notice	及/3/ <b>心</b> PT PT	Y TOC TOC TOC	amended i amended i	
Deviation Survey				TD reached 4 / 21/20/ Rig Rel'd 4/23/20 Pit Closure/_/
Directional Survey "As Drilled" C-10	/ <i>Rec<sup>o</sup>d/</i>	/ MD_ BH Location: Sec.	TWS	TVDRGE
Completion sundry Completion report				
COMPLIANCE:	NSL DHC	NSP HOB		<del></del>
OTHER REQUIRE				
PENDING ST	FATUS NOTED I			
Inactive Well List Additional Bondin			P/R approved	_EDHC
Reviewed by:	Vaa			