Form C-104 Revised June 10, 2003

1625 N. French Dr., Hobbs, NM 88240 District II District III 1000 Rio Brazos Rd., Aztec, NM 87410

Submit to Appropriate District Office
1220 South St. Francis Dr
Santa Fe, NM 87505 1301 W. Grand Avenue, Artesia, NM 88210 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT <sup>1</sup> Operator name and Address <sup>2</sup> OGRID Number Horseshoe Operating, Inc. 225243 110 W. Louisiana, Ste. 200 <sup>3</sup> Reason for Filing Code/ Effective Date Midland, Tx 79701 NW (9/10/05) <sup>4</sup> API Number <sup>5</sup> Pool Name Pool Code 30 - 025-36577 **Undesignated Arrowhead-Grayburg** 3040 **Property Code** <sup>8</sup> Property Name Well Number 301971 New Mexico G-21 State <sup>10</sup> Surface Location Ul or lot no. Section Township Range Lot.Idn Feet from the North/South line Feet from the East/West line County 26 **21S** 36E 1650 North 1650 East Lea 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 12 Lse Code 17 C-129 Expiration Date **Producing Method Gas Connection** 15 C-129 Permit Number <sup>16</sup> C-129 Effective Date Date pumping 9/14/05 III. Oil and Gas Transporters 18 Transporter <sup>20</sup> POD 21 O/G 22 POD ULSTR Location **Transporter Name** and Address **OGRID** and Description 24650 **Dynegy Midstream Services** G 217817 **ConocoPhillips** O IV. Produced Water <sup>23</sup> POD 24 POD ULSTR Location and Description V. Well Completion Data

<sup>25</sup> Spud Date 7/19/05	<sup>26</sup> Ready Date 9/10/05	<sup>27</sup> TD 4050	<sup>28</sup> PBTD 4006	<sup>29</sup> Perforations 3809-74	DHC, MC	
<sup>31</sup> Hole Size	<sup>32</sup> Casing	32 Casing & Tubing Size			34 Sacks Cement	
11"	1	8-5/8"			230	
7-7/8"		5-1/2"			1280	

VI. Well Test Data **Date New Oil** <sup>36</sup> Gas Delivery Date **Test Date Test Length** Tbg. Pressure Csg. Pressure 9/15/05 9/15/05 9/21/05 24 hrs 250 **30** 41 Choke Size 42 Oil 45 AOF Water 44 Gas **Test Method** 18 15 30 pumping <sup>47</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: DETROLEUM ENGINEER Printed name: Title: Janice Ripley Approval Date: Office Assistant E-mail Address: FEB 1 6 2006 Date: Phone: 2/8/06 (432) 683-1448

2/8/06

(432) 683-1448

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1301 W. Grand Avenue, Artesia, NM 88210

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5 Copies

Form C-104

Submit to Appropriate District Office District III Oil Conservation Division 1000 Rio Brazos Rd., Aztec, NM 87410 1220 South St. Francis Dr. District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 Santa Fe, NM 87505 AMENDED REPORT REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT <sup>1</sup> Operator name and Address <sup>2</sup> OGRID Number Horseshoe Operating, Inc. 225243 110 W. Louisiana, Ste. 200 <sup>3</sup> Reason for Filing Code/ Effective Date Midland, Tx 79701 NW (9/10/05) <sup>4</sup> API Number <sup>5</sup> Pool Name Pool Code 30 - 025-36577 **Eumont-Yates 7Rvrs Queen** 22800 <sup>7</sup> Property Code <sup>8</sup> Property Name Well Number 301971 New Mexico G-21 State 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 26 **21S** 36E 1650 North 1650 East Lea 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 12 Lse Code <sup>15</sup> C-129 Permit Number <sup>16</sup> C-129 Effective Date Producing Method <sup>17</sup> C-129 Expiration Date **Gas Connection** S 9/14/05 pumping III. Oil and Gas Transporters <sup>21</sup> O/G Transporter Name 20 POD 22 POD ULSTR Location **OGRID** and Address and Description 24650 **Dynegy Midstream Services** G 2526272 217817 ConocoPhillips O IV. Produced Water <sup>24</sup> POD ULSTR Location and Description V. Well Completion Data <sup>27</sup> TD Spud Date 26 Ready Date <sup>28</sup> PBTD <sup>30</sup> DHC, MC Perforations DHC 360 9/10/05 7/19/05 4050 4006 2937-3762 32 Casing & Tubing Size 33 Depth Set 31 Hole Size 34 Sacks Cement 11" 8-5/8" 363 230 5-1/2" 7-7/8" 4050 1280 VI. Well Test Data **Date New Oil Gas Delivery Date Test Date Test Length** Tbg. Pressure Csg. Pressure 9/15/05 9/15/05 9/21/05 24 hrs 250 30 44 Gas 42 Oil 45 AOF 41 Choke Size 43 Water Test Method 25 pumping <sup>47</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 Title: Janice Ripley ETROLEUM ENGINEER Title: Approval Date: FEB 1 6 2006 Office Assistant E-mail Address: Date: Phone:

State of New Mexico

Energy, Minerals & Natural Resources