District I 1625 N. French Dr., Hobbs, NM 88240 Phone:(505) 393-6161 Fax:(505) 393-0720

State of New Mexico

Form C-101 Permit 31257

Energy, Minerals and Natural Resources

Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGRACK, OR ADD A ZONE

1. Oper	ator Name and Address	2. OGRID Number	
PETROHAWK	194849		
5 at 1 at	00 LOUISIANA STON , TX 77002	3. API Number 30-025-37909	
1100	510N, 1A 77002		
4. Property Code	5. Property Name	6. Well No.	
302433	STATE A A/C 2	094	

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
L	8	22S	36E	L	1930	S	660	W	LEA

8. Pool Information

JALMAT (TAN-YATES-7 RVRS (GAS)	702/0
PALIVIAT, TAN-TATES-7 RVRS (CAS)	79240

Additional Well Information

	101	23ddiaddidi 11CH Hildilla	ution	0.6
9. Work Type New Well	10. Well Type GAS	11. Cable/Rotary	12. Lease Type State	13. Ground Level Elevation 3598
14. Montiple N	15. Proposed Depth 4000	16. Formation Seven Rivers	17. Contractor	18. Spud Date 6/3/2006
Depth to Ground 137	water	Distance from nearest fresh water > 1000	Distance to nearest surface water > 1000	
it: Liner: Symthetic D Closed Loop System		Clay Pit Volume: 5704 bbls	Drilling Method: Fresh Water X Brine	Diesel/Oil-based Gas/Air

19. Proposed Casing and Cement Program

	1,500,000,000,000	Company of the Compan			8	
Туре	Hole Size	Casing Type	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	12.25	8.625	24	600	325	0
Prod	7.125	4.5	11.6	4000	725	0

CasimalCan	and Dunamar	a. Addition	al Comments
casing/cen	nent Prograf	n: Additiona	ai Commenu

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Proposed Blowout Prevention Program

Туре	Working Pressure	Test Pressure	Manufacturer
Annular	1000	1000	unknown

I hereby certify that the information given above is true and complete to the of my knowledge and belief. I further certify that the drilling pit will be constructed according to	best OIL CONSERVATION DIVISION			
NMOCD guidelines , a general permit X, or an (attached) alternativ OCD-approved plan .	Approved By: Paul Kautz			
Printed Name: Electronically filed by Sheri Jennings	Title: Geologist			
Title: Production Administrator	Approved Date: 6/2/2006 Expiration Date: 6/2/2007			
Email Address: sjennings@petrohawk.com				
Date: 5/31/2006 Phone: 832-204-2774	Conditions of Approval Attached			

District I

1625 N. French Dr., Hobbs, NM 88240 Phone:(505) 393-6161 Fax:(505) 393-0720

<u>District II</u>

1301 W. Grand Ave., Artesia, NM 88210 Phone:(505) 748-1283 Fax:(505) 748-9720

District III

1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

District IV

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico

Form C-102 Permit 31257

Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT

(200			
1. API Number	2. Pool Code	3.	Pool Name
30-025-37909	79240	YATES-7 RVRS (GAS)	
4. Property Code	5. Propert	y Name	6. Well No.
302433	STATE A	Ø	
7. OGRID No.	8. Operato	or Name	9. Elevation
194849	PETROHAWK OPER	ATING COMPANY	3598

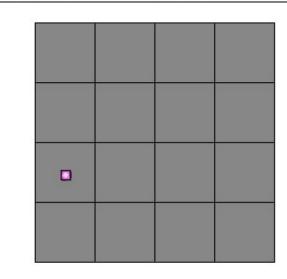
10. Surface Location

Š	UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County	
	L	8	22S	36E		1930	S	660	w	LEA	

11. Bottom Hole Location If Different From Surface

UL - Lot	Section	T	ownship	Range	Lot	Idn	Feet From	N/S L	ine	Feet From	E/W Line	County
12. Dedicated Acres 640.00			13. 1	Toint or Infill		14	. Consolidation (Code			15. Order No.	

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location(s) or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

E-Signed By: Sheri Jennings Title: Production Administrator

Date: 5/31/2006

SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

Surveyed By: Macon McDonald Date of Survey: 6/9/2005 Certificate Number: 12185

Permit Comments

Operator: PETROHAWK OPERATING COMPANY, 194849
Well: STATE A A/C 2 #094

API: 30-025-37909

Created By	Comment	Comment Date
ngatti1	Administrative Order SD-06-13 Dated 05/30/06	5/31/2006
ngatti1	BHL same as Surface Loc.	5/31/2006
ngatti1	United Rig No. 4	5/31/2006

Permit Conditions of Approval Operator: PETROHAWK OPERATING COMPANY, 194849 Well: STATE A A/C 2 #094

API: 30-025-37909

OCD Reviewer	Condition	
pkautz	Pit construction and closure must satisfy all requirements of your approved plan, O.C.D. Rule 19.15.2.50, and the Pit and Below-Grade Tank Guidelines	
pkautz	prior to any pit construction notify Gary Wink at 505-393-6161 ext 114	
pkautz	SD-06-13	