

1. Operator Name and Address READ & STEVENS INC P. O. Box 1518 Roswell, NM 88202		2. OGRID Number 18917
		3. API Number 30-015-38457
4. Property Code 9547	5. Property Name MARBOB STATE	6. Well No. 007H

UL - Lot I	Section 19	Township 19S	Range 29E	Lot Idn I	Feet From 2310	N/S Line S	Feet From 330	E/W Line E	County EDDY
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SCANLON DRAWBONE SPRING	55510
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9. Work Type New Well	10. Well Type OIL	11. Cable/Rotary	12. Lease Type State	13. Ground Level Elevation 3334
14. Multiple N	15. Proposed Depth 12250	16. Formation Bone Spring	17. Contractor	18. Spud Date
Depth to Ground water		Distance from nearest fresh water well		Distance to nearest surface water
Pit: Liner: Synthetic <input type="checkbox"/> mills thick      Clay <input type="checkbox"/> Pit Volume:      bbls      Drilling Method: Closed Loop System <input type="checkbox"/> Fresh Water <input checked="" type="checkbox"/> Brine <input type="checkbox"/> Diesel/Oil-based <input type="checkbox"/> Gas/Air <input type="checkbox"/>				

Type	Hole Size	Casing Type	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	17.5	13.375	48	350	395	0
Int1	12.25	9.625	40	2500	1000	0
Prod	8.75	5.5	17	12250	2100	1000

Drill 8 3/4" pilot hole to 9000' and log. Set Class H cmt plug from 8200' to 7200. Kick off with 8 3/4" lateral at 7500'. Run 5 1/2" production casing and cement to 1000'.

Type	Working Pressure	Test Pressure	Manufacturer
DoubleRam	5000	5000	Cameron

Conditions of Approval Attached

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

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

Form C-102  
Permit 126580

**WELL LOCATION AND ACREAGE DEDICATION PLAT**

1. API Number 30-015-38457	2. Pool Code 55510	3. Pool Name SCANLON DRAW;BONE SPRING
4. Property Code 9547	5. Property Name MARBOB STATE	6. Well No. 007H
7. OGRID No. 18917	8. Operator Name READ & STEVENS INC	9. Elevation 3334

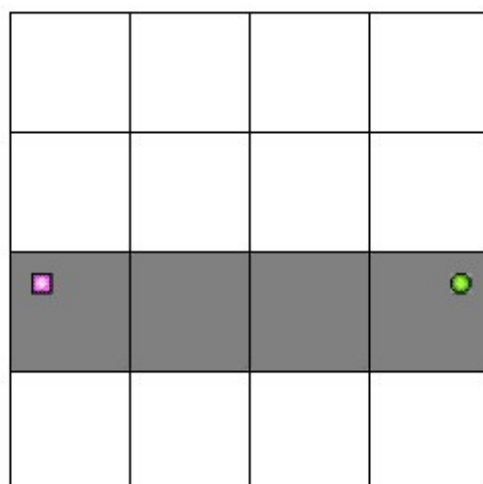
**10. Surface Location**

UL - Lot I	Section 19	Township 19S	Range 29E	Lot Idn	Feet From 2310	N/S Line S	Feet From 330	E/W Line E	County EDDY
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**11. Bottom Hole Location If Different From Surface**

UL - Lot L	Section 19	Township 19S	Range 29E	Lot Idn 3	Feet From 2310	N/S Line S	Feet From 330	E/W Line W	County EDDY
12. Dedicated Acres 152.55		13. Joint 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: David Luna

Title: Operations Mgr.

Date: 2/9/2011

**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: Ronald Eidson

Date of Survey: 2/3/2011

Certificate Number: 3239

## Permit Comments

**Operator:** READ & STEVENS INC , 18917

**Well:** MARBOB STATE #007H

**API:** 30-015-38457

Created By	Comment	Comment Date
dluna	H2S Contingency Plan and C144-CLEZ will be sent to the local OCD office	1/31/2011
Artesia	Land S/S	2/9/2011

# Permit Conditions of Approval

**Operator:** READ & STEVENS INC , 18917

**Well:** MARBOB STATE #007H

**API:** 30-015-38457

OCD Reviewer	Condition
Artesia	Once the well is spud, to prevent ground water contamination through whole or partial conduits from the surface, the operator shall drill without interruption through the fresh water zone or zones and shall immediately set in cement the water protection string