

State of New Mexico
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, PLUGBACK, OR ADD A ZONE

1. Operator Name and Address NEARBURG PRODUCING CO PO BOX 823085 DALLAS , TX 75382		2. OGRID Number 15742
		3. API Number 30-025-40083
4. Property Code 38534	5. Property Name HONEY 13	6. Well No. 001

7. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
B	13	17S	37E	B	280	N	2450	E	LEA

8. Pool Information

HUMBLE CITY;STRAWN, SOUTH	33500
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Additional Well Information

9. Work Type New Well	10. Well Type OIL	11. Cable/Rotary	12. Lease Type Private	13. Ground Level Elevation 3724
14. Multiple N	15. Proposed Depth 12100	16. Formation Strawn	17. Contractor	18. Spud Date 3/15/2011
Depth to Ground water		Distance from nearest fresh water well		Distance to nearest surface water
Pit: Liner: Synthetic <input type="checkbox"/> mils 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"/>				

19. Proposed Casing and Cement Program

Type	Hole Size	Casing Type	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	17.5	13.375	48	465	425	0
Int1	11	8.625	24	4650	1600	0
Prod	7.875	5.5	17	12100	1600	3000

Casing/Cement Program: Additional Comments

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Proposed Blowout Prevention Program

Type	Working Pressure	Test Pressure	Manufacturer
Annular	5000	5000	Shaffer

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 constructed according to NMOCD guidelines <input type="checkbox"/> , a general permit <input type="checkbox"/> , or an (attached) alternative OCD-approved plan <input type="checkbox"/> .	OIL CONSERVATION DIVISION
Printed Name: Electronically filed by Sarah Jordan	Approved By: Paul Kautz
Title: Manager	Title: Geologist
Email Address: sjordan@nearburg.com	Approved Date: 3/14/2011 Expiration Date: 3/14/2013
Date: 3/11/2011 Phone: 432-686-8235	Conditions of Approval Attached

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
1280 S. ST. FRANCIS DR., SANTA FE, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources Department

OIL CONSERVATION DIVISION
1280 SOUTH ST. FRANCIS DR.
Santa Fe, New Mexico 87505

Form C-102

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

WELL LOCATION AND ACREAGE DEDICATION PLAT

☐ AMENDED REPORT

API Number	Pool Code 33500	Pool Name Humble City, Strawn, South
Property Code	Property Name HONEY 13	Well Number 1
OGRID No. 015742	Operator Name NEARBURG PRODUCING COMPANY	Elevation 3724'

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
B	13	17-S	37-E		280	NORTH	2450	EAST	LEA

Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
B	13	17-S	37-E		723	NORTH	2149	EAST	LEA
Dedicated Acres 80	Joint or Infill	Consolidation Code	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

<p>GEODETIC COORDINATES NAD 27 NME</p> <p>SURFACE LOCATION Y=671554.8 N X=846910.0 E</p> <p>LAT.=32.841091° N LONG.=103.203848° W</p> <p>BOTTOM HOLE LOCATION Y=671114.4 N X=847216.2 E</p>		<p>OPERATOR CERTIFICATION</p> <p>I hereby certify that the information 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 or has a right to drill this well at this location pursuant to a contract with an owner of such mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.</p> <p><i>[Signature]</i> 11-10-10 Signature Date S. Gordon Printed Name</p> <p>SURVEYOR CERTIFICATION</p> <p>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.</p> <p>OCTOBER 26, 2010 Date Surveyed DSS Signature & Seal of Professional Surveyor <i>[Signature]</i> 11/09/2010 Certificate No. GARY G. EIDSON 12641 RONALD J. EIDSON 3239</p>
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Permit Comments

Operator: NEARBURG PRODUCING CO , 15742

Well: HONEY 13 #001

API: 30-025-40083

Created By	Comment	Comment Date
pkautz	Land P/P	3/14/2011
DMULL	OCD Hobbs office received form C-144. OCD Permit Number P1-02999.	3/14/2011

Permit Conditions of Approval

Operator: NEARBURG PRODUCING CO , 15742

Well: HONEY 13 #001

API: 30-025-40083

OCD Reviewer	Condition
pkautz	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
pkautz	Will require administrative order for non-standard location