District I 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720

District II 811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 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-101 August 1, 2011

Permit 145391

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

1. Operator NADEL AND GU	2. OGRID Number 155615		
	601 N MARIENFELD MIDLAND , TX 79701		
4. Property Code	5. Property Name	6. Well No.	
32673	DULCE AMOR 002H		

7. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
0	4	188	26E	0	150	S	1650	E	EDDY

8. Pool Information

WC; GLORIETA-YESO	97482
WC, GLORIE IA-1E30	7/402

Additional Well Information

9. Work Type New Well	10. Well Type OIL		The second secon		12. Lesse Type Private	13. Ground Level Elevation 3354
14. Multiple 15. Proposed D N 7100			16. Formation 17. Contractor Yeso Formation		18. Spud Date 8/1/2012	
Depth to Ground water			Distance from nearest fresh water	well	Distance to nearest surface water	

19. Proposed Casing and Cement Program

Type	Hole Size	Casing Type	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	12.25	9.625	36	900	600	0
Prod	8.75	7	26	2800	500	0
Liner1	6.125	4.5	13.5	7100	0	

Casing/Cement Program: Additional Comments

will 1" cement to surface if necessary on surface casing. Complete open hole with packers plus, set 4.5" liner hanger at ~2,650-7,100'. " casing cement will tie back into 9.625" casing at minimum.

Proposed Blowout Prevention Program

			19.
Type	Working Pressure	Test Pressure	Manufacturer
Annular	3000	1500	Hydril GK
DoubleRam	3000	3000	Shaffer double

of my knowledge and belief.	on given above is true and complete to the best ag pit will be constructed according to	OIL CONSERVATION DIVISION		
NMOCD guidelines . , a gener OCD-approved plan .	ral permit , or an (attached) alternative	Approved By: Randy Dade		
Printed Name: Electronical	y filed by Scott Germann	Title: District Supervisor		
Title: General Manager	20 125 818 x 2 2 2 2 2 2 2	Approved Date: 3/13/2012	Expiration Date: 3/13/2014	
Email Address: sgerman@r	aguss.com			
Date: 3/9/2012	Phone: 432-682-4429	Conditions of Approval Atta	ched	

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State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

Form C-102 Revised august 1, 2011 Submit one copy to appropriate District Office

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

ė1	W XX MUMBI	: r	ATOKA: Gloriera - Yeso							
Property Cod	e		Property Name						Well Number	
					DULCE A	AMOR			2H	
GRID No.				***************************************	Operator	паше			Elevation	
155615				NADE	L AND GUSS	SMAN PERMIA	N		3354.3'	
					Surface 1	Location				
URL or lot no.	Section	Township	Range	Lot ISDN	Feet from the	North/South line	Feet from the	East/West line	County	
0	4	18 S	26 E		150	SOUTH	1650	EAST	EDDY	
			Botte	om Hole	Location It	Different Fro	m Surface			
URL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County	
В	4	18 S	26 E		330	NORTH	1650	EAST	EDDY	
Dedicated Acres	s Joint	or Infill	Consolidatio	n Code Orde	er No.					
160.2										
				I						

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.

PROPOSED BOITOM HOLE LOCATION LAT N 32'47'00.36" LONG W 104'22'00.78" N.M.S.P.C.E. N 648,750.70 E 525,905.88	B.H.	1650'	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 volested minerals interest in the land including the proposed bottom hole location or has a tight or drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a volument pooling agreement or a computatory pooling order heretofore entered by division. Signature Date Jason Cross Printed Name Jason Cross E-mail Address
SURFACE LOCATION LAT N 32'46'12.60" LONG W 104'23'01.15" N.M.S.P.C.E N 643,923.47 E 525,872.06	S: 150 150	1650'	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 are true and cortect to the best of my belief. FEBRUARY 1. 2012 Date of Survey Signature and Star of Professional Surveyor Certificate Number Signary B Pains, JR. N.M.R.P.L.S. 12516

Permit Comments

Operator: NADEL AND GUSSMAN PERMIAN, LLC , 155615 Well: DULCE AMOR #002H

30-015-40039 API:

Created By	Comment	Comment Date	
CSHAPARD	Land p/P	3/12/2012	

Permit Conditions of Approval

Operator: NADEL AND GUSSMAN PERMIAN, LLC , 155615 Well: DULCE AMOR #002H

API: 30-015-40039

OCD Reviewer	Condition
CSHAPARD	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