District I State of New Mexico 1625 N. French Dr., Hobbs, NM 88240 Form C-101 ergy, Minerals & Natural Resources District II Revised March 12, 1999 811 South First, Artesia, NM 88210 OIL CONSERVATION DIVISION 17 18 10 District III Submit to Appropriate District Office 2040 South Pacheco. 1000 Rio Brazos Rd., Aztec, NM 87410 Santa Fe, NM 87505 State Lease - 6 Copies District IV Fee Lease - 5 Copies 2040 South Pacheco, Santa Fe, NM 87505 APPLICATION FOR PERMIT TO DRILL, RE-ENTERS AMENDED REPORT OR ADD A ZONE Operator Name and Address. David H. Arrington Oil & Gas, Inc. ² OGRID Number 005898 P.O. Box 2071 Midland, Texas 79702 ³ API Number 30-015-31049 Property Code ⁵ Property Name Well No. Idaho-Red Hackle 15 ⁷ Surface Location UL or lot no. Section Township Range Lot Idn Feet from the North/South line Feet from the В East/West line County 15 198 23E 660' North 1980 East Eddy ⁸ Proposed Bottom Hole Location If Different From Surface UL or lot no. Section Township Lot Idn Feet from the North/South line Feet from the East/West line County UNDES Proposed Pool 1 10 Proposed Pool 2 (Morrow) 11 Work Type Code 12 Well Type Code 13 Cable/Rotary 14 Lease Type Code 15 Ground Level Elevation New Gas Rotary State 3958' 16 Multiple 17 Proposed Depth 18 Formation 19 Contractor 20 Spud Date No 8350' Morrow/Penn Patterson ASAP Minimum WOC time Khra. 21 Proposed Casing and Cement Program Hole Size Casing Size Casing weight/foot Setting Depth Sacks of Cement Estimated TOC 17 1/2 13 3/8 300/s Circulate to surface 74 80 8 5/8 32# Circulate to surface 7 7/8 5 1/2 17# 500'above B64 22 Describe the proposed program. If this application is to DEEPEN or PLUG BACK give the data on the present productive zone and proposed new productive zone. Describe the blowout prevention program, if any. Use additional sheets if necessary. Set Surface casing at 300'. Circulate cement to surface, set intermediate casing at 1700'. Circulate cement to surface. Install BOP's. Test casing to 1000' psi. Drill 7 7/8" hole to 8350'. Log and DST Cisco and Morrow pay intervals. If Morrow producer - run 5 ½" casing and test Morrow. If Cisco is producer. of Cisco and drill a horizontal lateral. witness cementing the 3/8 = 85/8" casina. ²³ I hereby certify that the information given above is true and OIL CONSERVATION DIVISION complete to the best of my knowledge and belief. Approved by: ORIGINAL SIGNED BY TIM W. GUM BOA Printed name: David H. Arrington DISTRICT II SUPERVISOR

Approval Date: 3 · 24 - 🗪

Conditions of Approval:

Attached

Phone: (915) 682-6685

Expiration Date: 3 - 24 - 01

Title: President

Date: March 9, 2000