District I PO Box 1980, Hobbs, NM 88241-1980

District II 811 South First, Artesia, NM 88210

District III 1000 Rio Brazos Rd., Aztec, NM 87410

District IV 2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico Energy, Minerals & Natural Resources Department

Form C-101 Revised October 18, 1994 Instructions on back Submit to Appropriate District Office State Lease - 6 Copies Fee Lease - 5 Copies

OIL CONSERVATION DIVISION 2040 South Pacheco Santa Fe, NM 87505

AMENDED REPORT

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE Operator Name and Address 2OGRID Number Nearburg Producing Company 15742 3300 North A Street, Building 2, Suite 120 Midland, Texas 79705 3API Number 30 - 0 15-28186 **AProperty Code** sProperty Name 6Well No. 81180 Big Walt 2 State 3

-Surface Location

| K 2 22S 24E 1980 South 1980 West Eddy | UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West Line | County |
|---------------------------------------|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
| | к | 2 | 22S | 24E | | 1980 | South | 1980 | West | Eddy |

Proposed 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 |
|------------------------------------------------|---------|-----------|--------|---------|---------------|------------------|---------------|----------------|--------|
| | | ⊮Proposed | Pool 1 | | | | | | |
| McKittrick Hills; Morrow $\zeta_2 \Delta \leq$ | | 811 | 80 | | 10Propose | ed Pool 2 | | | |
| | | <u></u> | | | | | | | |

| 11Work Type Code | ₁₂Well Type Code | ₁₃Cable/Rotary | ₁₄Lease Type Code | ₁₅Ground Level Elevation |
|------------------|------------------|----------------|-------------------|--------------------------|
| D | G | R | S | 3902 |
| ₁₀Multiple | 17Proposed Depth | ₁₅Formation | 19Contractor | ∞Spud Date |
| No | 10500 | Morrow | Patterson | 06-15-98 |

²,Proposed Casing and Cement Program

| Hole Size | Casing Size | Casing weight/foot | Setting Depth | Sacks of Cement | Estimated TOC |
|-----------|-------------|--------------------|-----------------|-----------------|-----------------------|
| 14/3/4" | 9-5/8'' | 36# | 1,600' | 1,335 sacks | Circ to surface |
| 8-3/4" | 7" | 23# & 26# | 8,500' | 1,395 sacks | Circ to surface |
| 6-1/8" | 4-1/2" | 11.6# | 8,350' -10,500' | 300 sacks | Tie back to 7" - 200' |
| | | | | | |
| | | | | | |

²²Describe 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.

Propose to deepen the well to sufficient depth to evaluate the Morrow formation. After reaching TD, logs will be run and casing set if the evaluation is positive. Perforate, test and stimulate as needed to establish production.

Acreage dedication is 320 acres; W/2 of Section 24.

| ²³ I hereby certify that the information given above is true and complete to the best of my knowledge and belief. | OIL CONSERVATION DIVISION | | | | |
|------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------|--|--|--|--|
| Signature: Printed name | Approved By: Jim W. Sum Bax | | | | |
| Title | Title: District Supervisor | | | | |
| Manager of Drilling and Production | Approval Date: 6-3-98 Expiration Date: 6-3-99 | | | | |
| Date: 6/1/99 Phone: | Conditions of Approval: Attached: | | | | |