PC 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

T CONSERVATION DIVISION 2040 South Pacheco Santa Fe, NM 87505

Energy, Minerals & Natural Resources Department

Revised October 18, 1994

> Submit to Appropriate District Office

State Lease - 6 Copies Fee Lease - 5 Copies %

AMENDED REPORT

APPLICATION FOR	PERMIT TO	DRILL, RI	E-ENTER.	DEEPEN, PLUGBACK.	OR ADD A	ZONE

Operator Name and Address. U U ¹ OGRID Number PENWELL ENERGY, INC. 147380 600 N. MARIENFELD SUITE 1100 APR 2 4 1397 J API Number MIDLAND, TX 79701 30-015-29560 * Property Code 5 Property Name * Well No. COTTONWOOD "36" STATE 20818

⁷ Surface Location

Township UL or lot no. Section Range Lot Idn Feet from the North/South line Feet from the East/West line County 36 25S 1980' SOUTH K 26E 1980' WEST **EDDY**

⁸ Proposed Bottom Hole Location If Different From Surface

						1011 11 151110101	at I I tolli Dul	racc	
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
Cottonw		Aw'Propos LAWARE	sed Pool 1	9654		<u></u>	¹⁰ Propo	sed Pool 2	

" Work Type Code	12 Well Type Code	13 Cable/Rotary	14 Lease Type Code	15 Ground Level Elevation
N	0	R	S	3322
16 Multiple	17 Proposed Depth	¹⁸ Formation	19 Contractor	* Spud Date
NO	58001	DELAWARE	UNKNOWN	AS SOON AS APPROVED

²¹ Proposed Casing and Cement Program

Hole Size	Casing Size	Casing weight/foot	Setting Depth	Sacks of Cement	Estimated TOC
25"	20"	CONDUCTOR	40 '	REDI-MIX	SURFACE
175"	13-3/8"	H-40 48	350'	375 sx	SURFACE
12½"	8-5/8"	J-55 24	1950'	500 sx	SURFACE
7-7/8"	5-1/2"	J-55 17	5800'	650 sx	1700'

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.

- Drill 25" hole to 40'. Set 40' of 20" conductor. Cement to surface with Redimix. 1.
- Drill 17½" hole to 350'. Run & set 350' of 13-3/8" H-40 48# ST&C casing. Cement with 375 sx of class "C" + additives, Circulate cement to surface.
- 3. Drill 12½" hole to 1950'. Run & set 1**9**50' of 8-5/8" J-55 24# ST&C casing. Cement with 300 sx Halco Light, tailin with 200 sx Class "C" + 2% CaCl. Circulate cement to surface.
- Drill 7-7/8" hole to 5800'. Run & set 5800' of 5-1/2" J-55 17# LT&C casing. Cement with 400 sx of Halco Light, tail in with 200 sx Class "H" + additives, bring top of cement back to 1700' ±.

18 hours woo on 133/8" ; 85/8" casing.

23 I hereby certify that the information given above is true and complete to the best OIL CONSERVATION DIVISION of my knowledge and belief. Signature: Approved by: 361 Printed name Title: (505) 392-2112

Title: AGENT 04/23/97

Approval Date:

Expiration Date: S - 1-GO

Instructions on back

DISTRICT I P.O. Box 1980, Hobbs, NM 88240

State of New Mexico

Energy, Minerals and Natural Resources Department

Form C-102 Revised February 10, 1994 Instruction on back Submit to Appropriate District Office

State Lease - 4 Copies Fee Lease - 3 Copies

DISTRICT II P.O. Drawer DB, Artesia, NM 88210

DISTRICT III 1000 Rio Brazos Rd., Aztec, NN 87410

OIL CONSERVATION DIVISION

P.O. Box 2088

Santa Fe, New Mexico 87504-2088

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number	Pool Code	Pool WILDCAT DELAWA	Name RE
Property Code	Property Ne Cottonwood "3		Well Number
OGRID No. 147380	Operator Na Penwell Ener		Elevation 3322'

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
K	36	25 S	26 E		1980	South	1980	West	Eddy

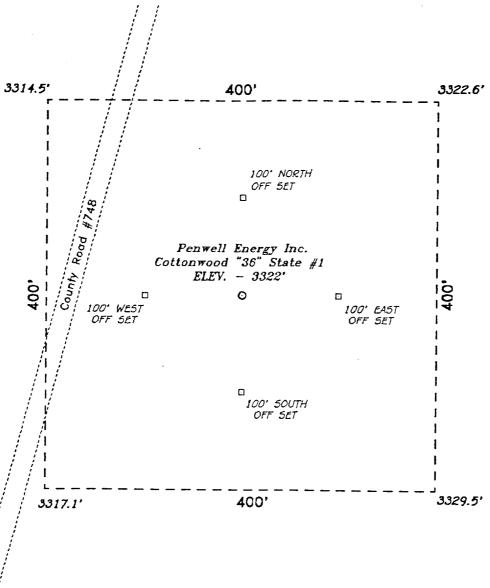
Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
Dedicated Acres	Joint o	r Infill Co	nsolidation	Code Or	der 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
con	I hereby certify the the information tained herein is true and complete to the of my knowledge and belief.
	Tae T James
	gnature Joe T. Janica
Pr	inted Name Agent
Da	04/23/97
	SURVEYOR CERTIFICATION
3314.5' 3322.6' on acts	ereby certify that the well location shown this plat was plotted from field notes of wal surveys made by me or under my ervison and that the same is true and
3317.1' 3329.5'	rect to the best of my belief.
	hature & Seal of offessions Successions
	W.O. No. 12470
Cer	BASIN SURVEYS

SECTION 36, TOWNLAIP 25 SOUTH, RANGE 26 EAST, N.M.P.M., EDDY COUNTY, NEW MEXICO.



100 0 100 200 FEET

SCALE: 1" = 100'

DIRECTIONS

OUT OF CARLSBAD N.M. TAKE COUNTY ROAD 748 SOUTH 21 1/2 MILES TO LOCATION.

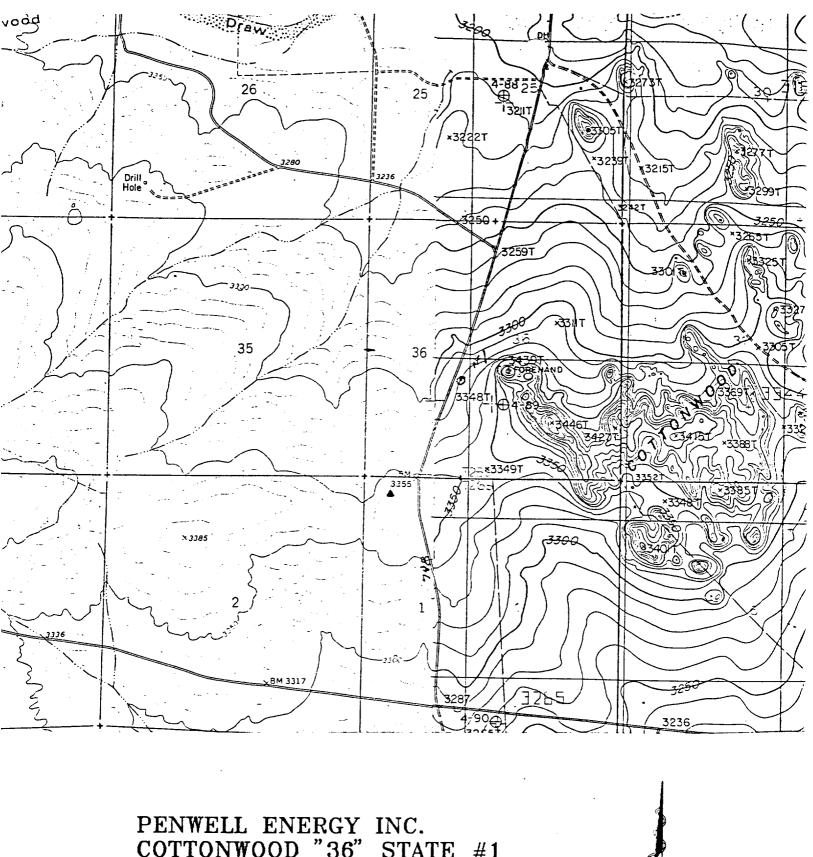
Penwell Energy Inc.

REF: _Cottonwood "36" State No. 1 / Well Pad Topo

THE COTTONWOOD "36" STATE No. 1 LOCATED 1980' FROM THE SOUTH LINE AND 1980' FROM THE WEST LINE OF SECTION 36, TOWNSHIP 25 SOUTH, RANGE 26 EAST, N.M.P.M., EDDY COUNTY, NEW MEXICO.

BASIN SURVEYS P.O. BOX 1786-HOBBS, NEW MEXICO

Disk: SCN #34 - 7242AA.DWG Survey Date: 04-21-97 Sheet 1 of 1 Sheets

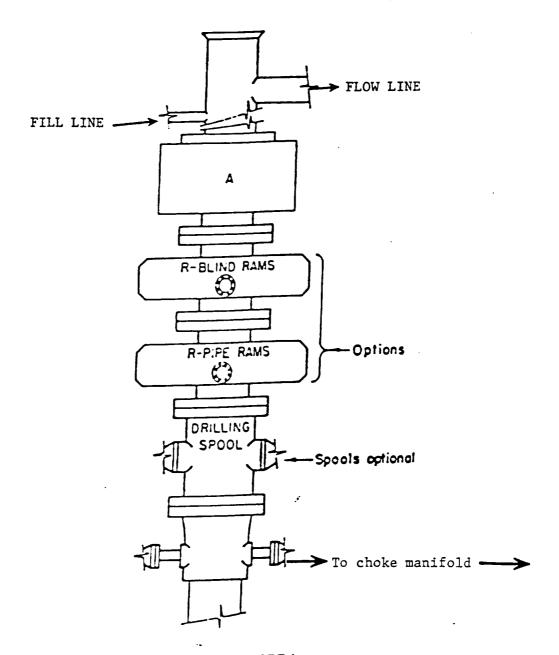


COTTONWOOD "36" STATE #1 1980' FSL & 1980' FWL Sec. 36, T-25-S, R-26-E, Eddy County, New Mexico.



BASIN SURVEYS P.O. BOX 1786 -HOBBS, NEW MEXICO W.O. Number: 7242

BOX 1786-HOBBS, NEW MEXICO	2000′	0	2000		4000	Feet
	Survey Date:	04-21-97	Sheet 1	of	1	Sneets



ARRANGEMENT SRRA

900 Series 3000 PSI WP