

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 Zeno Farris		Approved By: Bryan Arrant	
Title: Manager Operations Administration		Approved Date: 2/9/2006	Expiration Date: 2/9/2007
Email Address: zfarris@magnunahunter.com			
Date: 2/1/2006	Phone: 972-443-6489	Conditions of Approval Attached	

District I
 1625 N. French Dr., Hobbs, NM 88240
 Phone:(505) 393-6161 Fax:(505) 393-0720

District II
 1301 W. Grand Ave., Artesia, NM 88210
 Phone:(505) 748-1283 Fax:(505) 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-102
 Permit 20943

WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number 30-015-34604	2. Pool Code 86480	3. Pool Name TURKEY TRACK;MORROW (GAS)
4. Property Code 21734	5. Property Name STATE 14 A COM	6. Well No. 002
7. OGRID No. 162683	8. Operator Name GRUY PETROLEUM MANAGEMENT CO.	9. Elevation 3355

10. Surface Location

UL - Lot F	Section 14	Township 19S	Range 29E	Lot Idn	Feet From 1710	N/S Line N	Feet From 2095	E/W Line W	County EDDY
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11. Bottom Hole Location If Different From Surface

UL - Lot J	Section 14	Township 19S	Range 29E	Lot Idn J	Feet From 1650	N/S Line S	Feet From 1650	E/W Line E	County EDDY
12. Dedicated Acres 320.00		13. Joint or Infill		14. Consolidation Code Communitization		15. 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 align="center">OPERATOR CERTIFICATION</p> <p><i>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 unleased mineral interest in the land including the proposed bottom hole location(s) or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.</i></p> <p>E-Signed By: Zeno Farris Title: Manager Operations Administration Date: 2/1/2006</p>
	<p align="center">SURVEYOR CERTIFICATION</p> <p><i>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.</i></p> <p>Surveyed By: Gary Jones Date of Survey: 1/20/2006 Certificate Number: 7977</p>

Permit Comments

Operator: GRUY PETROLEUM MANAGEMENT CO. , 162683

Well: STATE 14 A COM #002

API: 30-015-34604

Created By	Comment	Comment Date
NKRUEGER	C-144 was emailed to Van Barton on 01-06-06.	1/6/2006
NKRUEGER	C-102 with penetration point, along with proposed directional survey, will be emailed to Bryan Arrant separately.	1/6/2006
ZFARRIS	Surface hole location is within the guidelines of R-111P and outside the 1/4 buffer from open mine workings. Potash waiver is being obtained from Intrepid mining and will be e-mailed to Bryan Arrant.	2/1/2006

Permit Conditions of Approval

Operator: GRUY PETROLEUM MANAGEMENT CO. , 162683

Well: STATE 14 A COM #002

API: 30-015-34604

OCD Reviewer	Condition
BArrant	Pit construction and closure must satisfy all requirements of your approved plan, O.C.D. Rule 19.15.2.50, and the Pit and Below-Grade Tank Guidelines
BArrant	Operator to follow rules and regulations of R-111-P. Please notify OCD time of spud & time to witness the cementing to surface all casing strings.
BArrant	Will require a directional survey with the C-104