State of New Mexico

Form C-101 Permit 26857

Energy, Minerals and Natural Resources

Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

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

THE DECEMBER OF THE PROPERTY O						
1.	Operator Name and Address	2. OGRID Number				
DAVID H	ARRINGTON OIL & GAS INC	5898				
T.	PO BOX 2071	3. API Number				
MIDLAND, TX 79702		30-05-63824				
4. Property Code	5. Property Name	6. Well No.				
35585	BENT NAIL	001H				

7. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
P	14	15S	25E	P	400	S	760	E	CHAVES

8. Pool Information

WILDCAT; WOLFCAMP GAS 97489

Additional Well Information

	563		IIIIIIII IIIIIIII	*****	The state of the s
9. Work Type New Well	10. Wel	2505.5kg	11. Cable/Rotary	12. Lease Type Private	13. Ground Level Elevation 3425
14. Montiple N	5.000 g 5.0	osed Depth 990	16. Formation Wolfcamp	17. Contractor	18. Spud Date 8/20/2006
Depth to Ground water Distance from nearest f				ell	Distance to nearest surface water > 1000
Dit: Liner: Synthetic Dit Closed Loop System	_	mils thick		Drilling Method: Fresh Water Brine :	Diesel/Oil-based 🗙 Gas/Air 🗀

19. Proposed Casing and Cement Program

		AND THE RESERVE THE PARTY OF TH				
Тур	e Hole Size	Casing Type	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Sur	12.25	8.625	32	1300	1050	0
Proc	7.875	5.5	17	8990	1090	0

Casing/Cement Program: Additional Comments

8 5/8" @ 1300' w/ 200 sx Premium plus w/ 10 pps Diamondseal and 100 sx Premium plus Thixset 1% Thixset A & 0.25% WG-17 and 750 sx Light Premium plus w/ 5 pps glisonite & 2% CaCl2 and 500 sx Premium plus w/ 2% CaCl2. 5 1/2" @ 8990' w/ 620 sx Interfill C w/ 1/4 pps Flocele and 470 sx Howco Acid Soluble cmt w/ 0.7% Halad 344, 0.2% FWCA & 0.2% HR-601.

Proposed Blowout Prevention Program

Туре	Working Pressure	Test Pressure	Manufacturer
DoubleRam	5000	5000	Weatherford

Thereby 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		OIL CONSERVATION DIVISION		
NMOCD guidelines X, a general permit , or OCD approved plan .	an (attached) alternative	Approved By: Bryan Arrant		
Printed Name: Electronically filed by Deb	bie Freeman	Title: Geologist	>>	
Title: Agent		Approved Date: 5/8/2006	Expiration Date: 5/8/2007	
Email Address: debbie@arringtonoil.com				
Date: 4/7/2006 Phone: 432-685-6685		Conditions of Approval Atta	ached	

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

Form C-102 Permit 26857

Energy, Minerals and Natural Resources Oil Conservation Division

1220 S. St Francis Dr. Santa Fe, NM 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT

1.777				
1. API Number	2. Pool Code 3. Po		Pool Name	
30-05-63824	97489 WILDCAT; WOLFO		WOLFCAMP GAS	
4. Property Code	5. Property Name		6. Well No.	
35585	BENT NAIL		001H	
7. OGRID No.	8. Operator Name		9. Elevation	
5898	DAVID H ARRINGTON OIL & GAS INC 3425			

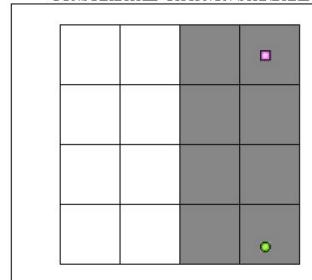
10. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
P	14	15S	25E		400	S	760	E	CHAVES

11. Bottom Hole Location If Different From Surface

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
A	14	15S	25E	A	660	N	760	E	CHAVES
12. Dedi	icated Acres	13. J	oint or Infill	14	. Consolidation	Code		15. Order No.	
32	0.00				N/A				

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

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.

E-Signed By: Debbie Freeman

Title: Agent Date: 4/7/2006

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 is true and correct to the best of my belief.

Surveyed By: V. Lynn Bezner Date of Survey: 3/14/2006 Certificate Number: 7920

Permit Comments

Operator: DAVID H ARRINGTON OIL & GAS INC , 5898

Well: BENT NAIL #001H

API: 30-05-63824

Created By	Comment	Comment Date
DFreeman	Hello Bryan, I will mail all required documentation today. Thanks	4/7/2006

Permit Conditions of Approval

Operator: DAVID H ARRINGTON OIL & GAS INC , 5898
Well: BENT NAIL #001H

API: 30-05-63824

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	Will require a directional survey with the C-104
BArrant	As noted, operator to drill surface hole w/fresh water mud.
BArrant	Please notify OCD time of spud and time to witness the cementing to surface of all casing strings.