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

## State of New Mexico

Form C-101 Permit 36258

24130

## **Energy, Minerals and Natural Resources**

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

| APPLICATION FOR | R PERMIT TO DRILL. | RE-ENTER, D | DEEPEN, PLUGE | BACK, OR ADD A ZONE |
|-----------------|--------------------|-------------|---------------|---------------------|
|-----------------|--------------------|-------------|---------------|---------------------|

| 1. Operator Name and Address            | 2. OGRID Number  |  |  |  |  |
|---|--|--|--|--|--|
| ARENA RESOURCES, INC                    |  |  |  |  |  |
|   | 3. API Number  |  |  |  |  |
| 1 4 4 7 7 7 7 7 7 7 7 7 7 7 7 7 7 7 7 7 | 30-025-38068   |  |  |  |  |
| 5. Property Name                        | 6. Well No.  |  |  |  |  |
| SEVEN RIVERS QUEEN UNIT                 | 088  |  |  |  |  |
|   | 1. Operator Name and Address<br>ARENA RESOURCES, INC<br>4920 S. Lewis<br>Tulsa, OK 74105<br>5. Property Name |  |  |  |  |

### 7. Surface Location

| UL - Lot | Section | Township | Range | Lot Idn | Feet From | N/S Line | Feet From | E/W Line | County |
|----------|---------|----------|-------|---------|-----------|----------|-----------|----------|--------|
| C        | 34      | 22S      | 36E   | C       | 250       | И        | 2540      | W        | LEA    |

### 8. Pool Information

EUNICE;SEVEN RIVERS-QUEEN, SOUTH

### **Additional Well Information**

|   | 63                   | IIIIIIIII IICII I          | 1001111011011                          | (16)                               |  |
|---|----------------------|----------------------------|--|------------------------------------|--|
| 9. Work Type<br>New Well                      | 10. Well Type<br>OIL | 11. Cable/Rotary           | 12. Lease Type<br>Private              | 13. Ground Level Elevation<br>3495 |  |
| 14. Multiple                                  | 15. Proposed D       | pth 16. Formation          | 17. Contractor                         | 18. Spud Date                      |  |
| И   | 3900                 | Queen                      |  | 8/28/2006                          |  |
| Depth to Ground v                             | vater                | Distance from nearest fr   | Distance from nearest fresh water well |                                    |  |
| 50  |                      | > 1000                     |  | > 1000                             |  |
| Pit: Liner: Synthetic X<br>Closed Loop System | -                    | hick Clay Pit Volume: 4400 |  | Diesel/Oil-based Gas/Air           |  |

19. Proposed Casing and Cement Program

|      | 1.5.51.51.11.15.5 | A STATE OF THE STA |                  |               |                 |               |
|------|-------------------|--|------------------|---------------|-----------------|---------------|
| Туре | Hole Size         | Casing Type  | Casing Weight/ft | Setting Depth | Sacks of Cement | Estimated TOC |
| Surf | 12.25             | 8.625  | 24               | 360           | 350             | 0             |
| Prod | 7.875             | 5.5  | 24               | 3900          | 800             | 0             |

### Casing/Cement Program: Additional Comments

| Casing, Content Fregrant, Fadatastan Continents |  |  |  |  |  |  |  |  |  |
|---|--|--|--|--|--|--|--|--|--|
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|   |  |  |  |  |  |  |  |  |  |

Proposed Blowout Prevention Program

| Туре      | Working Pressure | Test Pressure | Manufacturer |
|-----------|------------------|---------------|--------------|
| DoubleRam | 3000             | 3000          | Shaffer LWP  |

| 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 | OIL CONSERVATION DIVISION                           |  |  |  |  |
|--|---|--|--|--|--|
| NMOCD guidelines $X$ , a general permit $\Gamma$ , or an (attached) alternative OCD-approved plan $\Gamma$ .   | Approved By: Paul Kautz                             |  |  |  |  |
| Printed Name: Electronically filed by Stephanie Mefford  | Title: Geologist                                    |  |  |  |  |
| Title: Manager   | Approved Date: 8/15/2006 Expiration Date: 8/15/2007 |  |  |  |  |
| Email Address: arenaresourcesok@aol.com  |   |  |  |  |  |
| Date: 8/15/2006 Phone: 918-747-6060  | 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

<u>District III</u> 1000 Rio Brazos Rd., Azzec, 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 36258

# Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr.

**Santa Fe, NM 87505** 

### WELL LOCATION AND ACREAGE DEDICATION PLAT

| n                | ELL LOCATION AND ACI      | CEAGE DEDICATION FE | A1     |  |  |
|------------------|---------------------------|---------------------|--------|--|--|
| 1. API Number    | 2. Pool Code              | 3. Poo              | l Name |  |  |
| 30-025-38068     | 24130                     | /ERS-QUEEN, SOUTH   |        |  |  |
| 4. Property Code | 5. Propert                | 6. Well No.         |        |  |  |
| 32447            | SEVEN RIVERS              | 088                 |        |  |  |
| 7. OGRID No.     | 8. Operato                | 9. Elevation        |        |  |  |
| 220420           | ARENA RESOURCES, INC 3495 |                     |        |  |  |

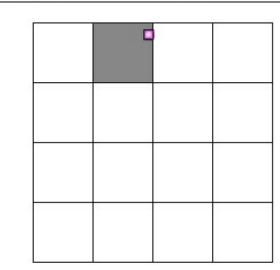
### 10. Surface Location

| UL - Lot | Section | Township | Range | Lot Idn | Feet From | N/S Line | Feet From | E/W Line | County |
|----------|---------|----------|-------|---------|-----------|----------|-----------|----------|--------|
| С        | 34      | 22S      | 36E   |         | 250       | И        | 2540      | w        | LEA    |

### 11. Bottom Hole Location If Different From Surface

| UL - Lot                                | Section     | Townsh | hip   | Range           | Lot | Idn | Feet From         | N/S L | ine | Feet From | E/W Line      | County |
|---|-------------|--------|-------|-----------------|-----|-----|-------------------|-------|-----|-----------|---------------|--------|
| 0.5000000000000000000000000000000000000 | cated Acres |        | 13. 3 | Joint or Infill |     | 14  | . Consolidation ( | Code  |     |           | 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



### 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: Stephanie Mefford

Title: Manager Date: 8/15/2006

### 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: Ronald Eidson Date of Survey: 8/3/2006 Certificate Number: 3239

# Permit Conditions of Approval

Operator: ARENA RESOURCES, INC , 220420 Well: SEVEN RIVERS QUEEN UNIT #088 API: 30-025-38068

| OCD<br>Reviewer | Condition   |
|-----------------|---|
| pkautz          | 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 |
| pkautz          | prior to any pit construction notify Gary Wink at 505-393-6161 ext 114  |