State of New Mexico

Form C-101 Permit 46741

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

1	Operator Name and Address	2. OGRID Number			
DAVID H	ARRINGTON OIL & GAS INC	5898			
7	PO BOX 2071 MIDI AND TY 70702	3. API Number			
MIDLAND, TX 79702		30-05-63899			
4. Property Code	5. Property Name	6. Well No.			
36330	HORNBURG STATE COM	001H			

7. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
Α	24	15S	24E	Α	760	N	800	E	CHAVES

8. Pool Information

WILDCAT; WOLFCAMP GAS 97489

Additional Well Information

	561	THE TOTAL TOTAL	112021	The state of the s	
9. Work Type New Well	10. Well Type GAS	11. Cable/Rotary	12. Lease Type State	13. Ground Level Elevation 3547	
14. Muhiple N	15. Proposed Depth 8340	16. Formation Wolfcamp	17. Contractor	18. Sprud Date 4/15/2007	
Depth to Ground 890	water	Distance from nearest fresh water v 927	77e11	Distance to nearest surface water > 1000	
it: Liner: Synthetic D Closed Loop System		Clay Pit Volume: 6000 bbls	Drilling Method: Fresh Water Brine	Diesel/Oil-based 🔀 Gas/Air 🗀	

19. Proposed Casing and Cement Program

Туре	Hole Size	Casing Type	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	12.25	8.625	32	1100	610	0
Prod	7.875	5.5	17	8340	900	0

Casing/Cement Program: Additional Comments

Cmt 8 5/8" csg w/ 410 sx lead light C (65:35:6) w/ 5 pps glisonite, 3% salt & 2% CaCl2 (12.4/2.06), tail w/ 200 sx C w/ 2% CaCl2 (14.8/1.34). If necessary, will run temp survey & 1" to surface w/ C w/ 2% CaCl2. 5 1/2" csg w/ 560 sx lead Interfill C w/ 1/8# pps Poly-E-Flake (11.9/2.45). Tail w/ 340 sx Howco Acid Soluble Cmt w/ 10# silicalite 50/50 blend, 0.5% Halad 344, 0.2% HR601 & 0.25% pps D-air 3000 (14.8/2.68). Both strings will be cemented to surface.

Proposed Blowout Prevention Program

Туре	Working Pressure	Test Pressure	Manufacturer
DoubleRam	3000	3000	Weatherford
DoubleRam	5000	5000	Weatherford

I hereby certify that the information given above is true and comple of my knowledge and belief. I further certify that the drilling pit will be constructed accord	OIL CONDENCE ATTOM DIVIDION
NMOCD guidelines \overline{X} , a general permit Γ , or an (attached) a OCD-approved plan Γ .	
Printed Name: Electronically filed by Debbie Freeman	Title: Geologist
Title: Engineer Tech	Approved Date: 2/20/2007 Expiration Date: 2/20/2008
Email Address: debbie@arringtonoil.com	0.00
Date: 2/15/2007 Phone: 432-682-6685	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., 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 46741

Energy, Minerals and Natural Resources

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

WELL LOCATION AND ACREAGE DEDICATION PLAT

	LILI LOCATION AND ACIO	LAGE DEDICATION	11.11
1. API Number	2. Pool Code	3.	Pool Name
30-05-63899	97489	WOLFCAMP GAS	
4. Property Code	5. Property Name		6. Well No.
36330	HORNBURG ST	001H	
7. OGRID No.	8. Operator	Name	9. Elevation
5898	DAVID H ARRINGTO	N OIL & GAS INC	3547

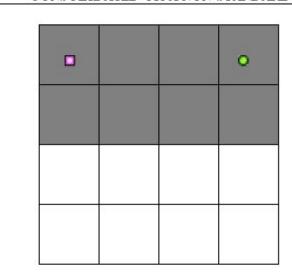
10. Surface Location

à	UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
,	A	24	15S	24E		760	N	800	E	CHAVES

11. Bottom Hole Location If Different From Surface

UL - Lot	Section	Township	Range	Lot Idm	Feet From	N/S Line	Feet From	E/W Line	County
D	24	15S	24E	D	760	N	660	W	CHAVES
107471170717	cated Acres	13. J	oint or Infill	1.	1 4. 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: Debbie Freeman

Title: Engineer Tech Date: 2/15/2007

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: 12/27/2006 Certificate Number: 7920

Permit Comments

Operator: DAVID H ARRINGTON OIL & GAS INC , 5898 Well: HORNBURG STATE COM #001H

API: 30-05-63899

Created By	Comment	Comment Date
DFreeman	C102 and supporting data and maps will be sent today.	2/15/2007

Permit Conditions of Approval

Operator: DAVID H ARRINGTON OIL & GAS INC , 5898 Well: HORNBURG STATE COM #001H

API: 30-05-63899

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	As noted, operator to drill surface hole with fresh water mud.
BArrant	Please notify OCD time of spud and time to witness the cementing to surface of all strings of casing.
BArrant	H2S well contingency plan that meets NMOCD Rule 118 is required providing a public dwelling lies within 1/2 mile of well bore.