State of New Mexico

Form C-101 Permit 49883

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

	Operator Name and Address EUM OPERATING COMPANY, INC.	2. OGRID Number 224400		
	D1 TRAVIS, SUITE 2000 HOUSTON , TX 77002	3. API Number		
	•	30-015-35541		
4. Property Code	5. Property Name 6. Well No.			
34452	RED LAKE 28 K STATE 004			

7. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
K	28	17S	28E	K	1650	S	2310	W	EDDY

8. Pool Information

ARTESIA; GLORIETA-YESO (O)	96830
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Additional Well Information

	37%				7.0	
9. Work Type New Well	20,100-0	ell Type)IL	11. Cable/Rotary	12. Lease Type State	13. Ground Level Elevation 3685	
14. Multiple	15. Proposed Depth		16. Formation	17. Contractor	18. Spud Date	
И	:	3950	Yeso Formation	No. 645	5/31/2007	
Depth to Ground	l water		Distance from nearest fresh water w	e11	Distance to nearest surface water	
190			> 1000		> 1000	
it: Liner: Synthetic	X 12	mils thick	Clay Pit Volume: 20000 bbls I	Drilling Method:		
Closed Loop Syste	m	43.6	I	Tresh Water Brine 1	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	24	550	300	0
Prod	7.875	5.5	15.5	3950	700	0

Casing/Cement Program: Additional Comments

Edge Petroleum Operating Co. proposes to drill a 3,950 Yeso 40 acre development oil well. The well will be drilled through the Queen, Grayburg, Premier, San Andres and Yeso. 12-1/4 surface casing will be set and cement circulated at 550. 5-1/2 production casing will be set and cemented at 3,950. The mud program consist of:0-400 Bentonite and Lime slurry using Fresh Water; Mud Wt. 8.4-9.4; Viscosity 32-34; Filtrate N/C and 550-3800 Cut Brine, Mud Wt. 9.0-9.4, Viscosity 28, Filtrate N/C. The well will be perforated in the Yeso and stimulated as needed for production. Well to produce on rod pump.

Proposed Blowout Prevention Program

		TO COLUMN TO THE PROPERTY OF T	-		_
3	Туре	Working Pressure	Test Pressure	Manufacturer	
9	Annular	2000	2000	Regan	ı

I hereby certify that the information given above is true and complete to the boof my knowledge and belief. I further certify that the drilling pit will be constructed according to	OIL CONSERVATION DIVISION		
NMOCD guidelines \(\overline{\text{X}}\), a general permit \(\overline{\text{L}}\), or an (attached) alternative \(\overline{\text{OCD-approved plan}}\).	Approved By: Bryan Arrant		
Printed Name: Electronically filed by Amanda Simmons	Title: Geologist		
Title: Sr. Production Assistant	Approved Date: 4/13/2007 Expiration Date: 4/13/2008		
Email Address: asimmons@edgepet.com			
Date: 4/12/2007 Phone: 713-427-8842	Conditions of Approval Attached		

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P.01/01

State of New Mexico

DISTRICT I 1625 N. FRENCH DR., HOBBS, NM 88240

Energy, Minerals and Natural Resources Department

DISTRICT II 1301 W. GRAND AVENUE, ARTESIA, NM 88210

1220 SOUTH ST. FRANCIS DR. Santa Fe, New Mexico 87505

Form C-102 Revised October 12, 2005 OIL CONSERVATION DIVISION Submit to Appropriate District Office State Lease - 4 Copies Fee Lease - 3 Copies

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

DISTRICT IV

WELL LOCATION AND ACREAGE DEDICATION PLAT

1220 S. ST. PRANCIS DR., SANTA FE, NM 87505	71.2322 200122011 21113 2	TOTALICE PEDICIFICATION I ENT	□ AMENDED REPORT
API Number	Pool Code	Pool Name	
Property Code		rty Name 28 K STATE	Well Number
OGRID No.		tor Name ERATING COMPANY, INC.	Elevation 3685

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	28	17 - S	28-E		1650	SOUTH	2310	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	asolidation	Code Ord	ler No.		· .		

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED

0	R A NON-STANDARD UNIT HAS BEEN A	APPROVED BY THE DIVISION
		OPERATOR CERTIFICATION I hereby certify that the information 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 or has a right to drill this well at this iocation pursuant to a contract with an owner of such mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.
	GEODETIC COORDINATE NAD 27 NME Y=655750.1' N X=546694.6' E	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.
2310'	LAT.=32.802654* N LONG.=104.181364*	

Permit Conditions of Approval

Operator: EDGE PETROLEUM OPERATING COMPANY, INC. , 224400 Well: RED LAKE 28 K STATE #004

API: 30-015-35541

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 fesh water mud.
BArrant	Operator to submit a h2s well contingecy plan that meets MNOCD rule 118 before spudding well. Or if inreview of area such a plan is not required per NMOCD Rule 118, please submit a letter of statement.