

1. Operator Name and Address CHI OPERATING INC P. O. BOX 1799 MIDLAND , TX 79702		2. OGRID Number 4378
		3. API Number 30-015-37793
4. Property Code 38136	5. Property Name GOLDEN LANE 16 STATE	6. Well No. 001

UL - Lot L	Section 16	Township 21S	Range 29E	Lot Idn L	Feet From 1980	N/S Line S	Feet From 660	E/W Line W	County EDDY
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GOLDEN LANE:DELAWARE, SOUTH	28340
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9. Work Type New Well	10. Well Type OIL	11. Cable/Rotary	12. Lease Type State	13. Ground Level Elevation 3375
14. Multiple N	15. Proposed Depth 6900	16. Formation Delaware	17. Contractor	18. Spud Date
Depth to Ground water		Distance from nearest fresh water well		Distance to nearest surface water
Pit: Liner: Synthetic <input type="checkbox"/> mills thick Clay <input type="checkbox"/> Pit Volume: bbls Drilling Method: Closed Loop System <input type="checkbox"/> Fresh Water <input checked="" type="checkbox"/> Brine <input type="checkbox"/> Diesel/Oil-based <input type="checkbox"/> Gas/Air <input type="checkbox"/>				

Type	Hole Size	Casing Type	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	17.5	13.375	35	500	200	
Int1	11	8.625	32	3050	650	
Prod	7.875	5.5	15.5	6900	700	

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Type	Working Pressure	Test Pressure	Manufacturer
Annular	2000	2000	Hydrill

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 112778

WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number 30-015-37793	2. Pool Code 28340	3. Pool Name GOLDEN LANE;DELAWARE, SOUTH
4. Property Code 38136	5. Property Name GOLDEN LANE 16 STATE	6. Well No. 001
7. OGRID No. 4378	8. Operator Name CHI OPERATING INC	9. Elevation 3375

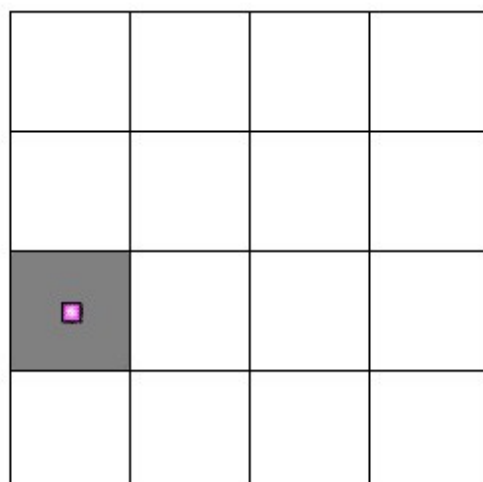
10. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
L	16	21S	29E		1980	S	660	W	EDDY

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
12. Dedicated Acres 40.00	13. 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: John Wolf
 Title: Engineer
 Date: 4/20/2010

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: Gary G. Eidson
 Date of Survey: 4/12/2010
 Certificate Number: 12641

Permit Conditions of Approval

Operator: CHI OPERATING INC , 4378

Well: GOLDEN LANE 16 STATE #001

API: 30-015-37793

OCD Reviewer	Condition
JVREEVES	BOP must be performed by third party, per district Supervisor.
JVREEVES	Cement must be circulated to surface.