State of New Mexico

Form C-101 Permit 131229

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

NEARBURG	Name and Address PRODUCING CO	2. OGRID Number 15742	
3300 N. A Street, Bldg 2, Midland, TX 79707		3. API Number 30-015-39002	
38616 GLASS 7 D-A		001H	

7. Surface Location

3	UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
	A	12	198	25E	A	760	N	100	E	EDDY

8. Pool Information

PENASCO DRAW:SA-YESO (ASSOC)	50270

Additional Well Information

9. Work Type New Well			11. Cable Rotary	12. Lesse Type Private	13. Ground Level Elevation 3384
14. Multiple N	15. Proposed I 7517	Depth	16. Formation Yeso Formatio	A 444 A 4 A 4 A 4 A 4 A 4 A 4 A 4 A 4 A	r 18. Spud Date 6/20/2011
Depth to Ground	water		Distance from nearest f	fesh water well	Distance to nearest surface water
Pit: Liner: Synthetic Closed Loop Syste		s thick Clay	Pit Volume:	bbls Drilling Method: Fresh Water X Brine	Diesel/Oil-based Gas/Air

19. Proposed Casing and Cement Program

Type	Hole Size	Casing Type	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	12.25	8.625	32	825	494	0
Prod	7.875	5.5	17	7517	400	0

Casing/Cement Program: Additional Comments

Proposed Blowout Prevention Program

 Type
 Working Pressure
 Test Pressure
 Manufacturer

 Annular
 5000
 5000
 Shaffer

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 , a general permit , or an (attached) alternative OCD-approved plan .	Approved By: Randy Dade			
Printed Name: Electronically filed by Terri Stathem	Title: District Supervisor			
Title: Regulatory Analyst	Approved Date: 5/4/2011 Expiration Date: 5/4/2013			
Email Address: tstathem@nearburg.com	Z SANTE OF THE STANTENESS			
Date: 5/3/2011 Phone: 432-818-2950	Conditions of Approval Attached			

DISTRICT I
1625 N. FRENCH DR., HOBBS, NM 88240
DISTRICT II
1301 W. GRAND AVENUE, ARTESIA, NM 88210
DISTRICT III
1000 RIO BRAZOS RD., AZTEC, NM 87410
DISTRICT IV

11885 S. ST. FRANCIS DR., SANTA FE, NM 87505

State of New Mexico

Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION

1220 South St. Francis Dr. Santa Fe, New Mexico 87505

Form C-102 Revised July 16, 2010 Submit to Appropriate District Office

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number	Pool Code 50270	Pool Name Penansco Draw; SA-Yeso (Assoc)	
Property Code	•	erty Name S "7" D-A	Well Number
	GLAS	1H	
OGRID No. Operator Name			Elevation
1 1 / 4 4	NEARBURG PRODUCING COMPANY		3384'

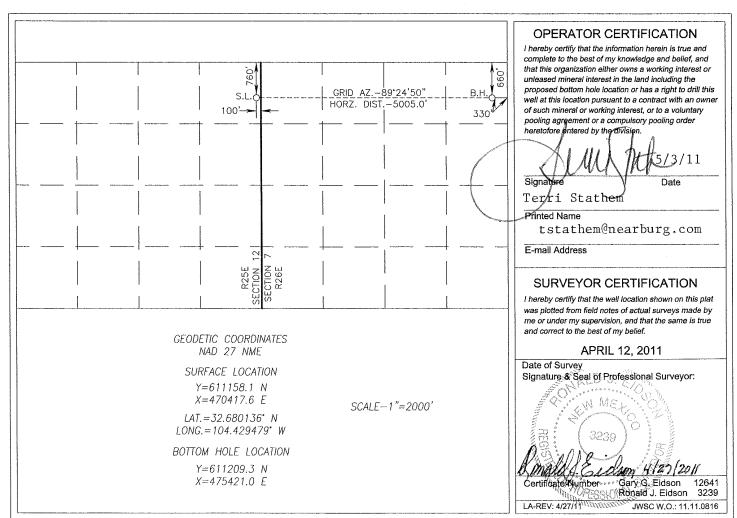
Surface Location

UL or	ot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
A	١	12	19-S	25-E		760	NORTH	100	EAST	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
A	7	19 - S	26-E		760	NORTH	330	EAST	EDDY
Dedicated Acres	Joint or	nfill C	onsolidation C	ode Ord	er 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



Permit Comments

Operator: NEARBURG PRODUCING CO , 15742 Well: GLASS 7 D-A #001H API: 30-015-39002

Created By	Comment	Comment Date	
Artesia	Land P/P	5/3/2011	

Permit Conditions of Approval Operator: NEARBURG PRODUCING CO, 15742 Well: GLASS 7 D-A #001H API: 30.015.20002

API: 30-015-39002

OCD Reviewer	Condition
Artesia	Once the well is spud, to prevent ground water contamination through whole or partial conduits from the surface, the operator shall drill without interruption through the fresh water zone or zones and shall immediately set in cement the water protection string