District I 1625 N. French Dr., Hobbs, NM 88240 Phone;(575) 393-6161 Fax:(575) 393-0720 District II 811 S. First St., Artesia, NM 88210 Phone;(575) 748-1283 Fax:(575) 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-101 August 1, 2011

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE

1. Operato	r Name and Address	2. OGRID Number		
MURCHISO	15363			
	Aira Vista Blvd. o, TX 75093	3. API Number		
1 1011	0,121,5055	30-025-41140		
4. Property Code	5. Property Name	6. Well No.		
8127	JACKSON UNIT	021H		

7. Surface Location

1	77	7. Surface Docution									
	UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County]
	P	21	24S	33E	P	200	S	970	E	LEA	l

8. Proposed Bottom Hole Location

2	OF THE POST OF THE									
UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County	
A	21	24S	33E	A	330	N	970	E	Lea	

9. Pool Information

TRIPLE X:BONE SPRING, WEST	96674

Additional Well Information

11. Work Type New Well	12. Well Type OIL	13. Cable/Rotary	14. Lease Type State	15. Ground Level Elevation 3534
16. Multiple N	17. Proposed De 11127	oth 18. Formation 2nd Bone Spring Sand	19. Contractor	20. Spud Date 10/1/2013
Depth to Ground	water	Distance from nearest fiesh water	well	Distance to nearest surface water

21. Proposed Casing and Cement Program

Type	Hole Size	Casing Type	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	16	13.375	54.5	1480	800	0
Int1	12.25	9.625	40	5184	1375	0
Prod	8.5	7	26	10920	700	4000
Liner1	6.125	4.5	11.6	14980	400	10820

Casing/Cement Program: Additional Comments

Cement with 50% excess and circulate to surface on surface casing and intermediate casing. Cement with 50% excess on production casing to bring TOC to 4000' MD. Cement liner with 25% excess to bring TOC to 10820' MD.

22. Proposed Blowout Prevention Program

Type	Working Pressure	Test Pressure	Manufacturer	
Annular	5000	5000	Schaffer	
DoubleRam	5000	5000	Schaffer	

best of my knowledge and bel		OIL CONSERVATION DIVISION Approved By: Paul Kautz				
I further certify I have comp 19.15.14.9 (B) NMAC ⊠, if	olied with 19.15.14.9 (A) NMAC 🛮 and/or applicable.					
Signature:						
Printed Name: Electronic	ally filed by Michael Daugherty	Title: Geologist				
Title: COO		Approved Date: 4/25/2013	Expiration Date: 4/25/2015			
Email Address: ccottrell(@jdmii.com		12 72 72			
Date: 4/24/2013	Phone: 972-931-0700	Conditions of Approval Attached				

District.1
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720
District.11
311 S. First St., Artesia, NM 88210
Phone: (575) 748-1283 Fax: (575) 748-9720
District.111
1000 Rio Brazos Road, Aztec, NM 87410
Phone: (505) 334-6178 Fax: (505) 334-6170
District.11V
1220 S. St. Francis Dr., Santa Fe. NM 87505
Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

Form C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Nu	mber	966	² Pool Code 674		Т	riple X	Bone	3 Pool Nam Spring	-	aji izi eri 600-anin in aini Tan Anin Jumahan, niya en suuros en Anin Anin Anin Anin Salamin Anin Anin Anin An
¹ Property Code		S Property Name							⁶ Well Number	
8127		JACKSON UNIT							21H	
¹OGRID №.				8 Ope	erator Nam	e		The Control of the Co		⁹ Elevation
15363		MURCHISON OIL & GAS, INC.							3534.2	
				10 Surfa	ace Lo	cation				
LiL or lot no. Secti	on Township	Range	Lot Idn	Feet from	the S	forth/South line	Foot f	com the	East/Wast I	ine County

CL of lot no.	Section	Lowitstup	Kauge	Loutan	reet from the	North-south title	reet from the	East/ west tine	County
P	21	24 S	33 E		200	SOUTH	970	EAST	LEA
	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	21	24 S	33 E		330	NORTH	970	EAST	LEA
12 Dedicated Acres	i ³ Joint or	r Infill 14 (Consolidation	Code 15 Or	rder No.	de version de la constant de la cons			СССС — НАССС II I I I I I I I I I I I I I I I I
160									

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.

N89°40	20"E 2640.15 FT	N89'40'20"E	2640 15 FT		"OPERATOR CERTIFICATION
COMPUTED	N/4 CORNER SEC. 21	воттом	33		I hereby certify that the information contained herein is true and complete
USING NMDOT ROW HWY 128 DATED JUL'	8 2008	OF HOLE	970'-		to the best of my knowledge and belief, and that this organization either
THIT IZO DATED OOL	BOTTOM OL $LATI = 32'12'$		COMPUTED		owns a working interest or unleased mineral interest in the land including
NO0.	LONG. = 103'34	Lea acanu	USING NMDOT ROW MAP 128 DATED JULY 8, 2008	So	the proposed bottom hole location or has a right to drill this well at this
0.2			120 DAILD VOLT 0, 2000	500'2	location pursuant to a contract will an owner of such a mineral or working
5,	, and the state of	l		4'28	interest for to a voluntary pooling agreement or a compulsory pooling
0	-			m m	ofterferetofere energithy frektivision
26				26	1/11/4/4/11/11/11/11/11/11/11/11/11/11/1
634		1		2639.	Signature Date
.92				.66	Michael S. Daugherty, COO
크	NOTE:			귀	Printed Name
	LATITUDE AND LONGITUDE COORDINATES USING THE NORTH AMERICAN DATUM C				msdaugherty@jdmii.com
	IN DEGREES MINUTES DECIMAL SECONI BASIS OF BEARING IS NEW MEXICO ST	DS FORMAT.			E-mail Address
W/4 CORNER SEC.	21 (NAD83) COORDINATES MODIFIED TO S		E/4 CORNER SEC. 21 - LAT. = 32'12'11-212"N		L. Harry Address
LONG. = 103'35'08.			LONG. = 103'34'07.372'W		SURVEYOR CERTIFICATION
					I hereby certify that the well location shown on this
	gam.				
NO0:	500			SOS	plat was plotted from field notes of actual surveys
0.522	da e			S00°23	made by me or under my supervision, and that the
5'22				3'51	same is true and correct to the best of my belief.
₩"	!			m	MARCH 25, 2013
26	1			26	Date of Survey
2640.40	JACKSON U	JNIT #21H = 3534.2'	SE CORNER SEC. 21	0.	
40	LAT. = 32'1,1'47.095	"N (NAD83)	LAT. = 32'11'45.091"N	00	11 (12/5/1/7)
긔	LONG. = 103°3	54 18.663"W	LONG. = 103'34"07.377"W	F	La John Maria
	0.64.0000000.000.00	SURFA			/X/OXXX SARAMIN
SW CORNER SEC. 2 LAT. = 32'11'45.20		LOCATE	ON 970'	1 1	Signature and Sear of Professional Surveyor.
LONG. = 103'35'08.	94"W LONG. = 103'34'38.093"W				Certificate Number: FILIMON PHARAMILLO, PLS 12797
S89*42	11"W 2638.65 FT	S89'44'22"W	2639 89 FT		SURVEY NO. 1659

Permit Comments

Operator: MURCHISON OIL & GAS INC , 15363 Well: JACKSON UNIT #021H

API: 30-025-41140

Created By	Comment	Comment Date
pkautz	Land s/S	4/25/2013
CHERRERA	OCD RECEIVED FORM C144 CLEZ. OCD PERMIT # P1-06109	4/25/2013

Permit Conditions of Approval

Operator: MURCHISON OIL & GAS INC , 15363 Well: JACKSON UNIT #021H API: 30-025-41140

OCD Reviewer	Condition
pkautz	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
pkautz	In order to seal off protectable water, surface casing must be set 25' below top Rustler Anhydrite.