<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720

Phone:(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., Azteo, 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

Permit 191064

| 1. Operato | REAL         | and Address  & STEVENS INC |                |            |                   |     |          |          |                    |          |   | 2. 0             | GRID Number<br>18917     |        |      |
|------------|--------------|----------------------------|----------------|------------|-------------------|-----|----------|----------|--------------------|----------|---|------------------|--------------------------|--------|------|
|            |              | Box 1518<br>ell, NM 88202  |                |            |                   |     |          |          |                    |          |   | 3. A             | PI Number<br>30-015-4258 | 9      |      |
| 4. Propert | Code<br>4033 | 5                          |                | 5. Propert | ty Name<br>Marbob | )   |          |          |                    |          |   | 6. V             | /ell No.<br>009H         |        |      |
|            |              |                            |                |            |                   |     |          | 7. Surfa | ace Location       |          |   |                  |                          |        |      |
| UL - Lot   | М            | Section 19                 | Township 1:    | 9S         | Range             | 29E | Lot Idn  | 13       | Feet From<br>350   | N/S Line | S | Feet From 200    | E/W Line<br>W            | County | Eddy |
|            |              |                            |                |            |                   |     | 8. Propo | osed Bo  | ottom Hole Locatio | n        |   |                  |                          |        |      |
| JL - Lot   | Р            | Section 19                 | Township<br>19 | 9S         | Range             | 29E | Lot Idn  | 16       | Feet From<br>350   | N/S Line | S | Feet From<br>330 | E/W Line                 | County | Eddy |
|            |              |                            |                |            |                   |     |          | 9. Pool  | Information        |          |   |                  |                          |        |      |
|            |              |                            |                |            |                   |     |          |          |                    |          |   |                  |                          |        |      |

|   | Additional Well Information |   |                                   |                                    |  |  |  |
|---|-----------------------------|---|-----------------------------------|------------------------------------|--|--|--|
| 11. Work Type<br>New Well               | 12. Well Type<br>OIL        | 13. Cable/Rotary                                  | 14. Lease Type<br>State           | 15. Ground Level Elevation<br>3350 |  |  |  |
| 16. Multiple 17. Proposed Depth N 13000 |                             | 18. Formation 19. Contractor 1st Bone Spring Sand |                                   | 20. Spud Date<br>9/30/2014         |  |  |  |
| Depth to Ground water                   |                             | Distance from nearest fresh water well            | Distance to nearest surface water |                                    |  |  |  |

## ☑ We will be using a closed-loop system in lieu of lined pits

| 21. Proposed Casing | and Cement | Program |
|---------------------|------------|---------|
|---------------------|------------|---------|

|      |           |             | Ziii i opooda dadiiig | and comone rogium |                 |               |
|------|-----------|-------------|-----------------------|-------------------|-----------------|---------------|
| Type | Hole Size | Casing Size | Casing Weight/ft      | Setting Depth     | Sacks of Cement | Estimated TOC |
| Surf | 16        | 13.375      | 54.5                  | 290               | 226             |               |
| Int1 | 12.25     | 9.625       | 40                    | 5500              | 2145            |               |
| Prod | 8.5       | 5.5         | 17                    | 13000             | 1706            |               |

### Casing/Cement Program: Additional Comments

| 22 | Droposod | Dlowout | Prevention | Drogram |
|----|----------|---------|------------|---------|
|    |          |         |            |         |

| Type       | Working Pressure | Test Pressure | Manufacturer |
|------------|------------------|---------------|--------------|
| Annular    | 5000             | 5000          | Schaffer     |
| Double Ram | 5000             | 5000          | Schaffer     |

| knowledge and  | belief.<br>I have complied with 19.15.14.9 ( | is true and complete to the best of my  A) NMAC   and/or 19.15.14.9 (B) |                  | OIL CONSERV         | VATION DIVISION  |
|----------------|--|---|------------------|---------------------|--|
| Printed Name:  | Electronically filed by Tim Collie           | er  | Approved By:     | Randy Dade          |  |
| Title:         |  |   | Title:           | District Supervisor |  |
| Email Address: | tcollier@read-stevens.com                    | 215   | Approved Date:   | 8/19/2014           | Expiration Date: 8/19/2016   |
| Date:          | 8/18/2014                                    | Phone: 575-622-3770   | Conditions of Ap | proval Attached     | 1. To the second |

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Phone:(575) 393-6161 Fax:(575) 393-0720 <u>District II</u> 311 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720 <u>District III</u> 1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170 <u>District IV</u> 2320 S. S. Especie Dr. Scate Fo. NM 87558

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 August 1, 2011

## WELL LOCATION AND ACREAGE DEDICATION PLAT

| 1. API Number    | 2. Pool Code       | 3. Pool Name             |  |
|------------------|--------------------|--------------------------|--|
| 30-015-42589     | 55510              | SCANLON DRAW;BONE SPRING |  |
| 4. Property Code | 5. Property Name   | 6. Well No.              |  |
| 40335            | Marbob             | 009H                     |  |
| 7. OGRID No.     | 8. Operator Name   | 9. Elevation             |  |
| 18917            | READ & STEVENS INC | 3350                     |  |

10. Surface Location

| ſ | UL - Lot | Section | Township | Range | Lot Idn | Feet From | N/S Line | Feet From | E/W Line | County |
|---|----------|---------|----------|-------|---------|-----------|----------|-----------|----------|--------|
| - | M        | 19      | 198      | 29E   | 13      | 350       | S        | 200       | W        | Eddy   |

11. Bottom Hole Location If Different From Surface

| UL - Lot                     | Section 19 | Township<br>19S | Range<br>29E        | Lot Idn<br>13 | Feet From<br>350             | N/S Line<br>S | Feet From<br>330 | E/W Line      | County<br>Eddy |
|------------------------------|------------|-----------------|---------------------|---------------|------------------------------|---------------|------------------|---------------|----------------|
| 12. Dedicated Acre<br>160.00 |            |                 | 13. Joint or Infill |               | 14. Consolidation Cod<br>N/A | e             |                  | 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

| <u> </u> | 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: Tim Collier Title:  |
|          | Date: 8/18/2014  |
|          | 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: Filmon Jaramillo  |
| 0 0      | Date of Survey: 4/11/2013  |
|          | Certificate Number: PLS 12797  |

Form APD Comments

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# State of New Mexico **Energy, Minerals and Natural Resources** Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

## PERMIT COMMENTS

| P. O. Box 1518 Roswell, NM 88202  Marbob #009H | READ & STEVENS INC [18917]          | 30-015-42589 |
|--|-------------------------------------|--------------|
|  | P. O. Box 1518<br>Roswell, NM 88202 |              |

| Created By | Comment  | Comment Date |
|------------|----------|--------------|
| CSHAPARD   | Land s/S | 8/18/2014    |

Permit 191064

Form APD Conditions

Permit 191064

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State of New Mexico **Energy, Minerals and Natural Resources** Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

### PERMIT CONDITIONS OF APPROVAL

| Operator Name and Address: READ & STEVENS INC [18917] | API Number:<br>30-015-42589 |
|---|-----------------------------|
| P. O. Box 1518  | Well:                       |
| Roswell, NM 88202                                     | Marbob #009H                |

OCD Reviewer Condition CSHAPARD 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