District | 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

Permit 232313

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

Operator Name and Address     AMTEX ENERGY INC		2. OGRID Number 785
P.O. Box 3418 Midland, TX 79702		3. API Number 30-025-43632
4. Property Code 316337	Property Name     DAGGER STATE COM	6. Well No. 511H
		· ·

#### 7. Surface Location

UL - Lot	Section 30	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
E	30	215	33E	2	1340	N	600	VV	Lea

#### 8. Proposed Bottom Hole Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
M	31	21S	33E	4	50	S	330	W	Lea

#### 9. Pool Information

WC-025 G-06 S213326D;BONE SPRING	na Salassinikin Makatai	97929

#### **Additional Well Information**

11. Work Type New Well	12. Well Type OIL	13. Cable/Rotary	14. Lease Type State	15. Ground Level Elevation 3798
16. Multiple N	17. Proposed Depth 19800	18. Formation 2nd Bone Spring Sand	19. Contractor	20. Spud Date
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 dadiii	dira comoner rogram		
Type	Hole Size	Casing Size	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	17.5	13.375	54.5	1650	500	0
Int1	12.25	9.625	40	5150	950	0
Prod	8.5	5.5	20	19800	1150	5000

#### Casing/Cement Program: Additional Comments

The well plan for circulating cement to surface for the 9 5/8ths Intermediate Casing shall be to have an annulus casing packer (ACP) set below the base of the salt zone at 3,700+/-. The DV tool will then be placed directly above the ACP.

22. Proposed Blowout Prevention Program

Type	Working Pressure	Test Pressure	Manufacturer
Double Ram	3000	3000	Cameron
		ACT STREET, ST	A CHARLEST AND
as I have but a petify that the information given a	have in true and complete to the heat of my	OII CONCEDUATIO	N DIVICION

knowledge and b	pelief. I have complied with 19.15	above is true and complete to the best of my .14.9 (A) NMAC ⊠ and/or 19.15.14.9 (B)		OIL CONS	SERVATION DIVISION
Printed Name:	Electronically filed by Ka	rol Eads	Approved By:	Paul Kautz	
Title:	Office Manager/Account	ng Supervisor	Title:	Geologist	
Email Address:	keads@amtexenergy.co	m	Approved Date:	2/24/2017	Expiration Date: 2/24/2019
Date:	2/23/2017	Phone: 432-686-0847	Conditions of Approval Attached		

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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

Permit 232313

## WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number	2. Pool Code	3. Pool Name	
30-025-43632	97929	WC-025 G-06 S213326D;BONE SPRING	
4. Property Code	5. Property Name	6. Well No.	
316337	DAGGER STATE COM	511H	
7. OGRID No.	8. Operator Name	9. Elevation	
785	AMTEX ENERGY INC	3798	

10. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
E	30	21S	33E	2	1340	N	600	W	Lea

11. Bottom Hole Location If Different From Surface

UL - Lot M	Section 31	Township 21S	Range 33E	Lot Idn 4	Feet From 50	N/S Line S	Feet From 330	E/W Line W	County Lea
12. Dedicated Acres 253.50			13. Joint or Infill		14. Consolidation Co	de		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

10	THE DIVISION
owns a working inte location pursuant to	OPERATOR CERTIFICATION  the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either erest or unleased mineral interest in the land including the proposed bottom hole location(s) or has a right to drill this well at this a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling tered by the division.
E-Signed By:	Karol Eads
Title:	Office Manager/Accounting Supervisor
Date:	2/23/2017
	SURVEYOR CERTIFICATION  the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that d correct to the best of my belief.
Surveyed By:	Terry J. Asel
Date of Survey:	6/3/2016
Certificate Number:	15079

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 232313

### PERMIT COMMENTS

Operator Name and Address:	API Number:
AMTEX ENERGY INC [785]	30-025-43632
P.O. Box 3418	Well:
Midland, TX 79702	DAGGER STATE COM #511H

Created By	Comment	Comment Date
pkautz	REJECTED at operators request	2/23/2017

Form APD Conditions

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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 232313

### PERMIT CONDITIONS OF APPROVAL

Operator Name and Address:	API Number:
AMTEX ENERGY INC [785]	30-025-43632
P.O. Box 3418	Well:
Midland, TX 79702	DAGGER STATE COM #511H

OCD Reviewer	Condition
pkautz	Will require a directional survey with the C-104
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	If using a pit for drilling and completion operations, must have an approved pit from prior to spudding the well.
pkautz	1) SURFACE & INTERMEDIATE CASING - Cement must circulate to surface 2) PRODUCTION CASING - Cement must tie back into intermediate casing
pkautz	If cement does not circulate to surface, must run temperature survey or other log to determine top of cement
pkautz	Surface casing must be set 25' below top of Rustler Anhydrite in order to seal off protectable water
pkautz	Only Fresh Water and Air are Valid Drilling Fluids for Surface Casing
pkautz	Operator shall notify appropriate District office when setting conductor pipe.
pkautz	The Operator is to notify NMOCD by sundry (Form C-103) within ten (10) days of spudding a well.
pkautz	It is the operator's responsibility to monitor cancellation dates of approved APDs. APD's are good for 2 years and may be extended for one year. Only one 1 year extension will be granted if submitted by C-103 before expiration date. After expiration date or after a 1 year extension must submit new APD.
pkautz	If an APD expires and if site construction has occurred, site remediation is required.
pkautz	Must notify OCD Hobbs Office of any water flows in the Salado Formation at 575-370-3186. Report depth and flow rate
pkautz	Stage Tool 1) Must notify OCD Hobbs Office prior to running Stage Tool at 575-370-3186 2) If using Stage Tool on Surface casing, Stage Tool must be set greater than 350' from surface and a minimum of 200 feet above surface shoe. 3) When using a Stage Tool on Intermediate or Production Casing Stage must be a minimum of 50 feet below previous casing shoe.
pkautz	Submit Gas Capture Plan form prior to spud