District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. Francis Dr. Santa Fe. NM 87505

State of New Mexico Energy Minerals and Natural Resources

Submit to appropriate District Office State Lease - 6 Copies

Oil Conservation Division 1220 S. St. Francis Dr. Santa Fe, NM 87505

Fee Lease - 5 Copies

Form C-101

Revised March 17, 1999

1220 S. Francis Dr., Santa Fe, NM 87505 AMENDED REPORT APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE Operator Name and Address OGRID Number 173235 Prairie Sun, Inc./ONG Energy API Number 10713 RR 620N, Bldg F, Suite 621 Austin, TX. 78726 20051 Property Name Well No. Anna Katheryn Surface Location Feet from the North/South line Feet from the East/West line County UL or lot no. Section Township Range Lot Idn 19 10N 27E 1980 South 660 West Quay .3 Proposed Bottom Hole Location If Different From Surface Feet from the North/South line UL or lot no. Township Lot Idn Feet from the East/West line County Section Range 10 Proposed Pool 2 9 Proposed Pool 1 Wildcat Wildcat Well Type Code Cable/Rotary Work Type Code Lease Type Code Ground Level Elevation G Rotary 4452' Formation 16 Multiple Proposed Depth Contractor 20 Spud Date PreCambrian 9-5-02 Ν 8000 Unknown **Proposed Casing and Cement Program** Casing Size Hole Size Casing weight/foot Setting Depth Sacks of Cement **Estimated TOC** 17 1/2" 48#/Ft 13 3/8" 350 350 sx. Circulate 11" 8 5/8" 500 sx. 24#, 32#/Ft 3100 1100 7 7/8" 5 1/2" 17# 80001 800 sx. 3000 Describe the proposed program. If this application is to DEEPEN or PLUG BACK, give the data on the present productive zone and proposed new productive zone. Describe the blowout prevention program, if any. Use additional sheets if necessary. 17 1/2" hole will be drilled to 350' and 13 3/8" csg will be set and cemented to surface. 3000# WP BOP's will be used throughout the drilling operations and tested daily. BOP's will consist of a double ram configuration and annular preventer. All BOP's will be tested to design working pressures by an independent testing company. 12 1/4" hole will be drilled to 3100' and 8 5/8" csg set and cemented. The casing will be tested to 1500 psi and BOP's tested to 3000 psi. A 7 7/8" hole will be drilled to TD of approx. 8000'. A cut brine, low solids polymer mud will be used with a density of 9 ppg and 38 viscosity. If production is indicated, a string of 5 1/2" csg will be run to TD and cemented with 800 sx cement. ²³ I hereby certify that the information given above is true and complete to the XTIØN DIVISION best of my knowledge and belief Signature: Printed name: Gene Lee Agent Title: Approval Date: つ ユ Expiration Date: Conditions of Approval: Date: 08/26/02 Phone: 505-622-7355 Attached

COLLECT AND SACK SAMPLES FOR NEW MEXICO BUREAU OF MINES, SOCORRO AT AT LEAST TEN FOOT INTERVALS

OIL CONSERVATION COMMISSION TO BE NOTIFIED WITHIN 24 HOURS OF BEGINNING OPERATIONS

State of New Mexico

Energy, Minerals and Natural Resources Department

DISTRICT I P.O. Box 1980, Hobbs, NM 88241-1980

OIL CONSERVATION DIVISION

Form C-102 Revised February 10, 1994

Submit to Appropriate District Office State Lease - 4 Copies

DISTRICT II P.O. Drawer DD, Artonia, NM 88211-0719

DISTRICT III

P.O. Box 2088

Fee Lease - 4 Copies

1000 Rio Braxos Rd., Aztec, NM 87410
DISTRICT IV
P.O. BOX 2058, SANTA FE, N.M. 87504-2086

WELL LOCATION AND ACREAGE DEDICATION PLAT

Santa Fe, New Mexico 87504-2088

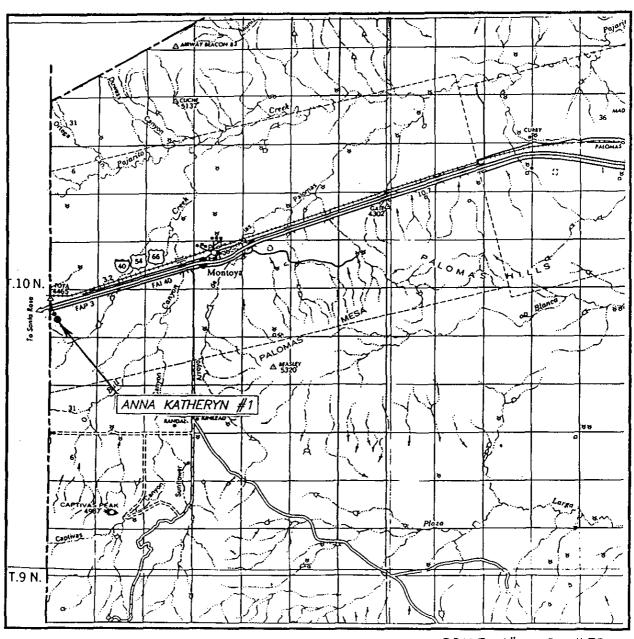
☐ AMENDED REPORT

API Number				Pool Code		Pool Name			
Property Code		Property Name ANNA KATHERYN						Well Number	
OGRID No.		PRAIRIE SUN, IM. CKG ENERGY						Elevation 4452'	
			_ / /		Surface Loc	ation			
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
3	19	10-N	27-E		1980	SOUTH	660	WEST	QUAY
			Bottom	Hole Lo	cation If Diffe	rent From Sur	face		
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
Dedicated Acre	B Joint o	r Infill Co	nsolidation	Code Or	der No.	<u></u>	<u> </u>	<u> </u>	<u> </u>

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

LOT 1	1		OPERATOR CERTIFICATION
	1	I	I hereby certify the the information
			contained herein is true and complete to the best of my knowledge and belief.
	1		
	1 1	1	
77.54.40			I am Lu
37.51 AC LOT 2			Signature
201 2			GENE LES
	1	į.	Printed Name
			Title
	1		8-26-02
	1		Date
37.62 AC			SURVEYOR CERTIFICATION
37.52 AC LOT 3	1		
			I hereby certify that the well location show on this plat was plotted from field notes
	1	I	actual surveys made by me or under
660' >-			supervison, and that the same is true correct to the best of my belief.
†	l l		
		1	AUGUST 24, 2002
7.55 AC			Date Surveyed
LOT 4			Protegional Surveyor
980'-			II JOHN MEYOUN
6		1	Bar B Each 8/27/02
			02.17.0621
-	ī F	1	
			Certificate No. RONALD EIDSON 32: GARY EIDSON 12:
.57 AC			REV-8/23/02

VICINITY MAP

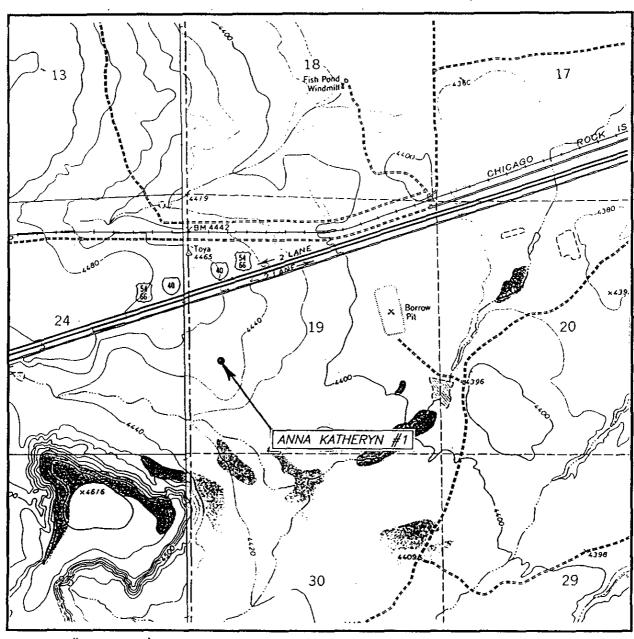


SCALE: 1" = 2 MILES

SEC. <u>19</u> TWP. <u>10-N</u> RGE. <u>27-E</u>						
SURVEY	N.M.P.M.					
COUNTY	QUAY					
DESCRIPTION	1980' FSL & 660' FWL					
ELEVATION	4452'					
OPERATOR	CKG ENERGY					
LEASE	ANNA KATHERYN					

JOHN WEST SURVEYING HOBBS, NEW MEXICO (505) 393-3117

LOCATION VERIFICATION MAP



SCALE: 1" = 2000'

CONTOUR INTERVAL: MONTOYA, N.M.

20'

SEC. 19 TWP. 10-N RGE. 27-E

SURVEY N.M.P.M.

COUNTY____QUAY

DESCRIPTION 1980' FSL & 660' FWL

ELEVATION 4452'

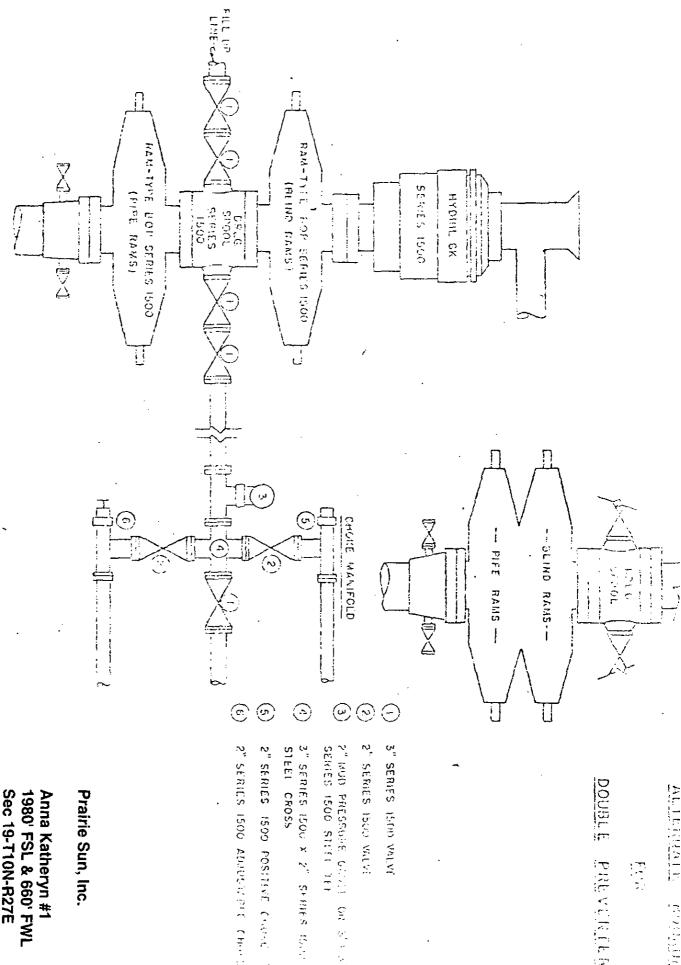
OPERATOR CKG ENERGY

LEASE ANNA KATHERYN

U.S.G.S. TOPOGRAPHIC MAP

MONTOYA, N.M.

JOHN WEST SURVEYING HOBBS, NEW MEXICO (505) 393-3117



OR 5/3 3/3 1

PREVERILER

Prairie Sun, Inc.

Quay County, New Mexico Sec 19-T10N-R27E Anna Katheryn #1 1980' FSL & 660' FWL