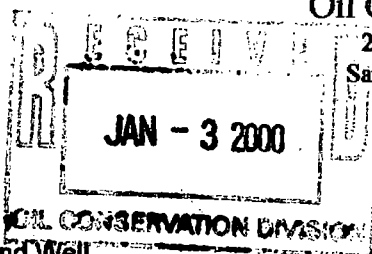


Energy Minerals and Natural Resources Department  
Oil Conservation Division2040 South Pacheco Street  
Santa Fe, New Mexico 87505  
(505) 827-7131SUBMIT ORIGINAL  
PLUS 2 COPIES  
TO THE SANTA FE  
OFFICEDistrict I - (505) 393-6161  
1625 N. French Dr  
Hobbs, NM 88240  
District II - (505) 748-1283  
811 S. First  
Artesia, NM 88210  
District III - (505) 334-6178  
1000 Rio Brazos Road  
Aztec, NM 87410  
District IV - (505) 827-7131  
2040 S. Pacheco  
Santa Fe, NM 87505

## APPLICATION FOR NEW WELL STATUS

## I. Operator and Well

Operator name & address Chi Operating, Inc. P.O. Box 1799 Midland, Texas 79702							OGRID Number  004378	
Contact Party John Wolf							Phone 915-685-5001	
Property Name Midnight Special "9" State Corn.					Well Number #1		API Number 30-015-30823	
UL O	Section 9	Township 17S	Range 28E	Feet From The 760	North/South Line SOUTH	Feet From The 1600	East/West Line EAST	County EDDY

## II. Date/Time Information

Spud Date 11/15/99	Spud Time 11:00 P.M.	Date Completed 12/21/99	Pool CROW FLATS; MORROW, SE GAS POOL 96840
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III. Attach copies of Form C-103 or Federal Form 3160-5 showing date/time of drilling commenced and Form C-105 or Federal Form 3160-4 showing well was completed as a producer.

IV. Attach a list of all working interest owners with their percentage interests.

## V. AFFIDAVIT:

State of TEXAS )

ss.

County of MIDLAND )JOHN W. WOLF, being first duly sworn, upon oath states:

1. I am the Operator, or authorized representative of the Operator, of the above-referenced well.
2. To the best of my knowledge, this application is complete and correct.

Signature [Signature] Title ENGINEER Date 1/28/99SUBSCRIBED AND SWORN TO before me this 28th day of December, 1999.Notary Public [Signature]My Commission expires: 5/13/2000

## FOR OIL CONSERVATION DIVISION USE ONLY:

## VI. CERTIFICATION OF APPROVAL:

This Application is hereby approved and the above-referenced well is designated a New Well. By copy hereof, the Division notifies the Secretary of the Taxation and Revenue Department of this Approval.

Signature <u>[Signature]</u>	Title <u>P.E. Spec.</u>	Date <u>FEB 21 2000</u>
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VII. DATE OF NOTIFICATION TO THE SECRETARY OF THE TAXATION AND REVENUE DEPARTMENT: 2/21/00

NOTICE: The operator must notify all working interest owners of this New Well certification.

P/EV2010750025

PROPERTY	PROPERTY NAME	EFFECTIVE		OWNER	OWNER NAME	D.D.I.	PREPAYMENT	COST	AFIL
		DECK	DATE				LEASE WELL	CTR.	CODE
991728-1	MIDNIGHT SPECIAL	O	09/01/99	0007935	BALK OIL CO., INC.	0.01500000	991728-1	0	N
Deck Header for 981612-1 -C									
					P.O. BOX 5782				
					MIDLAND TX 79704	Tax-id No: 75-2082653			
				0008846	BELLWETHER EXPLORATION CO.	0.06250000	991728-1	0	N
					1221 LAMAR STREET, SUITE 1600				
					HOUSTON TX 77010	Tax-id No: 76-0437769			
				0032655	GARY GREEN	0.01250000	991728-1	0	N
					212 N. MAIN, SUITE 200				
					MIDLAND TX 79701	Tax-id No: 456-74-7973			
				0059010	MURCHISON OIL & GAS CO.	0.18750000	991728-1	0	N
					1445 ROSS AVE., SUITE 5300				
					LB 152				
					DALLAS TX 75202	Tax-id No: 75-1667228			
				0071190	POCAHONTAS OIL CO., INC.	0.01500000	991728-1	0	N
					P. O. BOX 60476				
					MIDLAND TX 79711	Tax-id No: 75-2691931			
				0072240	PURE ENERGY GROUP, INC.	0.06250000	991728-1	0	N
					700 NORTH ST. MARY'S STREET				
					SUITE 1925				
					SAN ANTONIO TX 78205	Tax-id No: 74-2929433			
				0080495	SOUTHWESTERN ENERGY PROD CO.	0.43750000	991728-1	0	N
					2350 N. SAM HOUSTON PKWY EAST				
					SUITE 300				
					HOUSTON TX 77032	Tax-id No: 71-0358796			
				0092349	WARREN RESOURCES, INC.	0.05000000	991728-1	0	N
					489 FIFTH AVE., 32ND FLOOR				
					NEW YORK NY 10017	Tax-id No: 11-3024080			
				9999801	CHI ENERGY, INC.	0.15750000	991728-1	0	Y
					P. O. BOX 1799				
					MIDLAND TX 79702	Tax-id No: 75-1893690			
*** DECK TOTAL 9 OWNERS						1.00000000			

District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
811 South First, Artesia, NM 88210  
District III  
1000 Rio Brazos Rd., Aztec, NM 87410  
District IV  
2040 South Pacheco, Santa Fe, NM 87505

OIL CONSERVATION DIVISION  
2040 South Pacheco  
Santa Fe, NM 87505

WELL API NO. 30-015-30823
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. 25074
7. Lease Name or Unit Agreement name: MIDNIGHT SPECIAL "9" STATE COM.
8. Well No. #1
9. Pool name or Wildcat Crow Flats; Morrow, SE Gas Poll 96840

<p><b>SUNDRY NOTICES AND REPORTS ON WELLS</b> (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)</p>	
<p>1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/></p>	
<p>2. Name of Operator CHI OPERATING, INC.</p>	
<p>3. Address of Operator P.O. BOX 1799 MIDLAND, TEXAS 79702</p>	
<p>4. Well Location  Unit Letter <u>O</u> : <u>760</u> feet from the <u>SOUTH</u> line and <u>1600</u> feet from the <u>EAST</u> line  Section <u>9</u> Township <u>17S</u> Range <u>28E</u> NMPM County <u>EDDY</u></p>	
<p>10. Elevation (Show whether DR, RKB, RT, GR, etc.) <u>3523 GR</u></p>	

<p>11. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data</p>	
<p><b>NOTICE OF INTENTION TO:</b></p> <p>PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/></p> <p>TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/></p> <p>PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPLETION <input type="checkbox"/></p> <p>OTHER: <input type="checkbox"/></p>	<p><b>SUBSEQUENT REPORT OF:</b></p> <p>REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/></p> <p>COMMENCE DRILLING OPNS. <input type="checkbox"/> PLUG AND ABANDONMENT <input type="checkbox"/></p> <p>CASING TEST AND CEMENT JOB <input checked="" type="checkbox"/></p> <p>OTHER: COMPLETION <input checked="" type="checkbox"/></p>

12. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

Spud well on 11/15/99. Drld 17 1/2", set 13 3/8"-48# csg @ 425'. Cmted w/400 sks lead & 100 sks of tail. Circ 126 sks. WOC 18 HRS. Drld 11", set 8 5/8"-24# @ 2090'. Cmted w/400 sks of lead & 250 sks of tail, Circ. 71 sks. WOC 18 HRS. Drld 7 7/8" to 10130', pulled logs & set 5 1/2"-17#-N-80 @ 10130'. Cmted w/750 sks. Est. TOC 6300'. Moved rig off on 12/13/99.

MIRU completion unit on 12/16/99. PU tbg etc & cleaned out to PBTD of 10000'. RU & pulled CBL, TOC @ 6600'. RU & perfed Morrow 10803-24, 9844-50, 9884-88'. 12/18/99, fracture stimulated w/ 39000 gals 40# binary foam & 45500# 20/40 interprop. Cleaned up frac. Lubricated pkr/plug in & set @ 9769'. TIH w/ on/off on 2 7/8" tbg. Circ wellbore, tstd. pkr & seal assembly. RU slickline & retrieved blanking plug. Completed 10/21/99. Placed down line 10/22/99.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE John W. Wolf TITLE ENGINEER DATE 12/28/99

Type or print name JOHN W. WOLF Telephone No. 915-685-5001

(This space for State use)

APPROVED BY \_\_\_\_\_ TITLE \_\_\_\_\_ DATE \_\_\_\_\_

Conditions of approval, if any:

Submit To Appropriate District Office  
State Lease - 6 copies  
Fee Lease - 5 copies  
District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
811 South First, Artesia, NM 88210  
District III  
1000 Rio Brazos Rd., Aztec, NM 87410  
District IV  
2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico  
Energy, Minerals and Natural Resources

Form C-105  
Revised March 25, 1999

OIL CONSERVATION DIVISION  
2040 South Pacheco  
Santa Fe, NM 87505

WELL API NO.  
30-015-30823

5. Indicate Type of Lease  
STATE ☒ FEE ☐

State Oil & Gas Lease No.  
25074

WELL COMPLETION OR RECOMPLETION REPORT AND LOG

1a. Type of Well:  
OIL WELL ☐ GAS WELL ☒ DRY ☐ OTHER ☐

b. Type of Completion:  
NEW ☒ WORK ☐ DEEPEN ☐ PLUG ☐ DIFF. ☐  
WELL OVER RESVR. OTHER

2. Name of Operator  
CHI OPERATING, INC

7. Lease Name or Unit Agreement Name  
MIDNIGHT SPECIAL "9" STATE COM

3. Address of Operator  
P.O. BOX 1799 MIDLAND, TEXAS

8. Well No.  
#1  
9. Pool name or Wildcat  
CROW FLATS; MORROW, SE GAS POOL 96840

4. Well Location  
Unit Letter O : 760 Feet From The SOUTH Line and 1600 Feet From The EAST Line

Section 9 Township 17S Range 28E NMPM County EDDY

10. Date Spudded 11/15/99 11. Date T.D. Reached 12/10/99 12. Date Compl. (Ready to Prod.) 12/22/99 13. Elevations (DF& RKB, RT, GR, etc.) 3536 KB 14. Elev. Casinghead 3521

15. Total Depth 10130 16. Plug Back T.D. 10000 17. If Multiple Compl. How Many Zones? 18. Intervals Drilled By ROTARY 19. Producing Interval(s), of this completion - Top, Bottom, Name 9803-24', 984450', 9884-88' MORROW 20. Was Directional Survey Made YES

21. Type Electric and Other Logs Run  
YES

22. Was Well Cored  
NO

23. CASING RECORD (Report all strings set in well)

CASING SIZE	WEIGHT LB./FT.	DEPTH SET	HOLE SIZE	CEMENTING RECORD	AMOUNT PULLED
13 3/8"	48#	425'	17 1/2"	500 SKS CIRC. 126	
8-5/8"	24#	2040'	11"	650 SKS CIRC. 71	
5 1/2"	17#	10130'	7 7/8"	750 SKS CBL 6600'	

24. LINER RECORD

SIZE	TOP	BOTTOM	SACKS CEMENT	SCREEN

25. TUBING RECORD

SIZE	DEPTH SET	PACKER SET
2 7/8"	9769'	9769'

26. Perforation record (interval, size, and number)  
9803-24' 4 SPF  
9844-50' 1 SPF  
9884-88' 1 SPF

27. ACID, SHOT, FRACTURE, CEMENT, SQUEEZE, ETC.  
DEPTH INTERVAL AMOUNT AND KIND MATERIAL USED  
9803-24' 9844-50' FRACTURED W/ 39000 GALS 40# BINARY  
9884-88' FOAM & 45,500# 20/40 INTERPROP.

28. PRODUCTION

Date First Production 12/22/99	Production Method (Flowing, gas lift, pumping - Size and type pump) FLOWING				Well Status (Prod. or Shut-in) PRODUCING		
Date of Test 12/26/99	Hours Tested 24	Choke Size 12/64	Prod'n For Test Period	Oil - Bbl 32	Gas - MCF 2560 (TOTAL FLOW)	Water - Bbl 7	Gas - Oil Ratio 80M:1
Flow Tubing Press. 2100	Casing Pressure 0	Calculated 24- Hour Rate	Oil - Bbl	Gas - MCF	Water - Bbl	Oil Gravity - API - (Corr.)	

29. Disposition of Gas (Sold, used for fuel, vented, etc.)  
SOLD

Test Witnessed By  
SONNY MANN

30. List Attachments  
DEVIATION SURVEYS CNL, CDL, MICRO.

31 I hereby certify that the information shown on both sides of this form as true and complete to the best of my knowledge and belief

Signature  Printed Name: JOHN W. WOLF Title: ENGINEER Date 12/28/99

## INSTRUCTIONS

This form is to be filed with the appropriate District Office of the Division not later than 20 days after the completion of any newly-drilled or deepened well. It shall be accompanied by one copy of all electrical and radio-activity logs run on the well and a summary of all special tests conducted, including drill stem tests. All depths reported shall be measured depths. In the case of directionally drilled wells, true vertical depths shall also be reported. For multiple completions, items 25 through 29 shall be reported for each zone. The form is to be filed in quintuplicate except on state land, where six copies are required. See Rule 1105.

INDICATE FORMATION TOPS IN CONFORMANCE WITH GEOGRAPHICAL SECTION OF STATE

### Southeastern New Mexico

T. Anhy	T. Canyon
T. Salt	T. Strawn
B. Salt	T. Atoka 9385'
T. Yates	T. Miss 9930'
T. 7 Rivers	T. Devonian
T. Queen	T. Silurian
T. Grayburg	T. Montoya
T. San Andres	T. Simpson
T. Glorieta	T. McKee
T. Paddock	T. Ellenburger
T. Blinberry	T. Gr. Wash
T. Tubb	T. Delaware Sand
T. Drinkard	T. Bone Springs
T. Abo	T. MORROW 9686'
T. Wolfcamp	T. CHESTER 10070'
T. Penn	T.
T. Cisco (Bough C)	T.

## Northwestern New Mexico

T. Ojo Alamo	T. Penn. "B"
T. Kirtland-Fruitland	T. Penn. "C"
T. Pictured Cliffs	T. Penn. "D"
T. Cliff House	T. Leadville
T. Menefee	T. Madison
T. Point Lookout	T. Elbert
T. Mancos	T. McCracken
T. Gallup	T. Ignacio Otzte
Base Greenhorn	T. Granite
T. Dakota	T.
T. Morrison	T.
T. Todilto	T.
T. Entrada	T.
T. Wingate	T.
T. Chinle	T.
T. Permian	T.
T. Penn. "A"	T.

### OIL OR GAS SANDS OR ZONES

No. 1, from ..... to .....

No. 3, from.....to.....

No. 2, from.....to.....

No. 4, from.....to.....

## IMPORTANT WATER SANDS

**Include data on rate of water inflow and elevation to which water rose in hole.**

No. 1, from ..... to ..... feet .....

No. 2, from ..... to ..... feet .....

No. 3, from ..... to ..... feet.

## LITHOLOGY RECORD (Attach additional sheet if necessary)

From	To	Thickness In Feet	Lithology

From	To	Thickness In Feet	Lithology