

Barbara Watson
Regulatory Compliance and Operations
915/685-0113
FAX 915/685-3621

Permian Resources, Inc.

Fax

To: David Brooks

From: Barbara Watson

Fax: 505/476-3462

Pages: 3

Phone: 505/476-3450

Date: 3/26/02

Re: Malaga C Well No. 1

Please find the following C-103, Wellbore Diagram and MIT chart for the Malaga C Well No. 1. Permian Resources, Inc. ran the MIT on March 11, 2002 pressured up to 600 psi and held for 1 hr.

Please call if you should have any questions.

Submit 3 Copies To Appropriate District Office
 District I
 1625 N. French Dr., Hobbs, NM 88240
 District II
 1301 W. Grand Ave., Artesia, NM 88210
 District III
 1000 Rio Brazos Rd., Aztec, NM 87410
 District IV
 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
 Energy, Minerals and Natural Resources

OIL CONSERVATION DIVISION
 1220 South St. Francis Dr.
 Santa Fe, NM 87505

Form C-103
 Revised March 25, 1999

SUNDRY NOTICES AND REPORTS ON WELLS (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.) 1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>		WELL API NO. 30-015-23696 5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/> 6. State Oil & Gas Lease No. 26389				
2. Name of Operator Permian Resources, Inc. OGRID 25797		7. Lease Name or Unit Agreement Name: Malaga C Property No. 026389				
3. Address of Operator 608 N. Main, Midland, Texas 79701		8. Well No. 1				
4. Well Location Unit Letter <u>E</u> : <u>1980</u> feet from the <u>North</u> line and <u>660'</u> feet from the <u>West</u> line Section <u>36</u> Township <u>23S</u> Range <u>28E</u> NMPM <u>Eddy</u> County		9. Pool name or Wildcat Culebra Bluff Atoka, South				
10. Elevation (Show whether DR, RKB, RT, GR, etc.) 2990' GR						
11. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data <table border="0"> <tr> <td colspan="2"> NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> TEMPORARILY ABANDON <input checked="" type="checkbox"/> CHANGE PLANS <input type="checkbox"/> PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPLETION <input type="checkbox"/> OTHER: <input type="checkbox"/> </td> <td colspan="2"> SUBSEQUENT REPORT OF: REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/> COMMENCE DRILLING OPNS. <input type="checkbox"/> PLUG AND ABANDONMENT <input type="checkbox"/> CASING TEST AND CEMENT JOB <input type="checkbox"/> OTHER: Set CIBP <input type="checkbox"/> </td> </tr> </table>			NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> TEMPORARILY ABANDON <input checked="" type="checkbox"/> CHANGE PLANS <input type="checkbox"/> PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPLETION <input type="checkbox"/> OTHER: <input type="checkbox"/>		SUBSEQUENT REPORT OF: REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/> COMMENCE DRILLING OPNS. <input type="checkbox"/> PLUG AND ABANDONMENT <input type="checkbox"/> CASING TEST AND CEMENT JOB <input type="checkbox"/> OTHER: Set CIBP <input type="checkbox"/>	
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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 recompilation.

Permian Resources, Inc. wished to advise a CIBP was set @11,540' with 35sx cement on top on February 19, 2002. A Mechanical Integrity Test was run on March 11, 2002, well tested for 60 minutes at 600psi. A wellbore diagram and the chart are attached.

Permian Resources, Inc. respectfully requested TA status for the Malaga C Well No. 1.

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

SIGNATURE Barbara Watson TITLE Regulatory Compliance DATE 03/25/2002

Type or print name Barbara Watson

Telephone No. 915/685-0113

(This space for State use)

APPROVED BY _____ TITLE _____ DATE _____

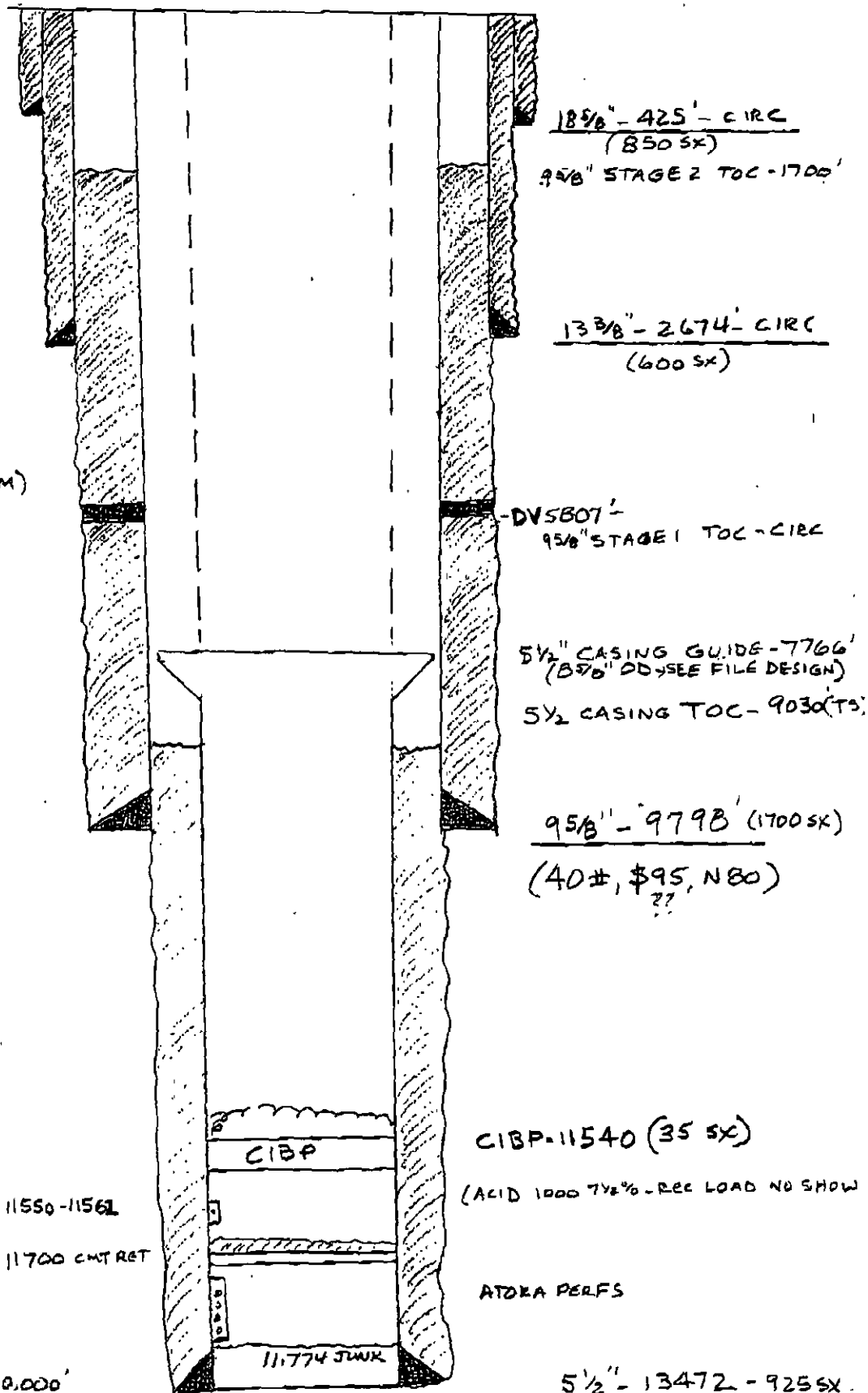
Conditions of approval, if any:

ALAGA C#1

2/12/02
3/25/02

ZONES OF INTEREST

4830-4948
5338-5440
6070-6320
7125-7180
7660-7674
8790-8834 (PROBLEM)
9490-9520
9920-9930
10298-10310
11488-11495



* #3 OIL ON PITS 7280
#3 FLARE/FLOW OIL 10,000'

