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January 9, 2006

Phone:

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Date:

State of New Mexico Energy, Minerals & Natural ResourceRECEIVED

Form C-104 Revised June 10, 2003

District II 1301 W. Grand Avenue, Artesia, NM 88210 District III

Oil Conservation Division

JUN 2 8 2006 Submit to Appropriate District Office

1000 Rio Brazos Rd., Aztec, NM 87410 1220 South St. Francis Dr. とというなこれの言う District IV Santa Fe, NM 87505 ☐ AMENDED REPORT 1220 S. St. Francis Dr., Santa Fe, NM 87505 REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT <sup>2</sup> OGRID Number Operator name and Address 212226 Preston Exploration, LLC <sup>3</sup> Reason for Filing Code/ Effective Date P.O. Box 7520 NW 12/18/2005 The Woodlands, Texas 77387-7820 <sup>6</sup> Pool Code <sup>4</sup> API Number <sup>5</sup> Pool Name 30 - 015-33700 POW; Morrow (Gas) 83040 <sup>9</sup> Well Number <sup>8</sup> Property Name <sup>7</sup> Property Code San Remo 32 #1 II. 10 Surface Location Ul or lot no. Section Township Range Lot.Idn Feet from the North/South Line Feet from the East/West line County 2130' **Eddy 16S** 26E 1980' North West 32 11 Bottom Hole Location East/West line UL or lot no. Section Lot Idn Feet from North/South line Feet from the County Township Range the 15 C-129 Permit Number <sup>16</sup> C-129 Effective Date <sup>17</sup> C-129 Expiration Date 12 Lse Code 13 Producing Method Code 12/19/2005 F N/A N/A N/A S III. Oil and Gas Transporters 21 O/G 22 POD ULSTR Location <sup>18</sup> Transporter <sup>19</sup> Transporter Name <sup>20</sup> POD and Description **OGRID** and Address **Agave Energy Company**  $\mathbf{G}$ 105 South Fourth Street Artesia, New Mexico 88210 IV. Produced Water <sup>24</sup> POD ULSTR Location and Description V. Well Completion Data 27 TD <sup>25</sup> Spud Date 28 PBTD <sup>29</sup> Perforations <sup>30</sup> DHC, MC <sup>26</sup> Ready Date 12/19/2005 2/8/2005 8,030 7,941 7,728' - 7,740' 31 Hole Size 32 Casing & Tubing Size 33 Depth Set 34 Sacks Cement 17-1/2" 13-3/8" 422' 545 sxs 12-1/4" 9-5/8" 1,235 935 sxs 8-1/2" 5-1/2" 8,026 1.810 sxs VI. Well Test Data **Date New Oil Gas Delivery Date** 37 Test Date 38 Test Length <sup>39</sup> Tbg. Pressure <sup>40</sup> Csg. Pressure 12/20/2005 12/20/2005 24 hrs 1,500# <sup>42</sup> Oil <sup>41</sup> Choke Size 43 Water 44 Gas 45 AOF 46 Test Method 16/64 0 1,265  $^{
m 47}$  I hereby certify that the rules of the Oil Conservation Division have OIL CONSERVATION DIVISION been complied with and that the information given above is true and complete to the best of my knowledge and belief. Signature: Approved by: BRYAN G. ARRANT Printed name: DISTRICT II GEOLOGIST Title: Lindsay Truesdell Title: SUL 1 0 2006 Approval Date: Consultant E-mail Address