

Submit to Appropriate District Office  
 State Lease - 6 copies  
 Fee Lease - 5 copies  
 District I  
 1625 N. French, Hobbs, NM 88240  
 District II  
 1301 W. Grand Avenue, 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

Form O-100  
 Revised June 10, 2003

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

WELL API NO.  
**30-005-63881**

5. Indicate Type Of Lease  
 STATE  FEE

6. State Oil & Gas Lease No.

**WELL COMPLETION OR RECOMPLETION REPORT AND LOG**

1a. Type of Well: OIL WELL  GAS WELL  DRY  OTHER \_\_\_\_\_

b. Type of Completion: NEW WELL  WORK OVER  DEEPEN  PLUG BACK  DIFF. RESVR.  OTHER \_\_\_\_\_

7. Lease Name or Unit Agreement Name  
**WAR CLOUD 1425-36 STATE COM**

2. Name of Operator  
**PARALLEL PETROLEUM CORPORATION**

8. Well No.  
**1**

3. Address of Operator  
**1004 N. BIG SPRING, SUITE 400, MIDLAND, TX 79702**

9. Pool name or Wildcat  
**WILDCAT, WOLFCAMP**

4. Well Location  
 Unit Letter **P** : **760** Feet From The **SOUTH** Line and **255** Feet From The **EAST** Line  
 Section **36** Township **14S** Range **25E** NMPM **CHAVES** County

10. Date Spudded **01-08-2007** 11. Date T.D. Reached **02-07-2007** 12. Date Compl. (Ready to Prod.) **02-28-2007** 13. Elevations (DF & RKB, RT, GR, etc.) **GR: 3481** 14. Elev. Casinghead

15. Total Depth **9235MD; 5013TVD** 16. Plug Back T.D. **9188MD; 5016TVD** 17. If Multiple Compl. How Many Zones? \_\_\_\_\_ 18. Intervals Drilled By \_\_\_\_\_ Rotary Tools **X** Cable Tools \_\_\_\_\_

19. Producing Interval(s), of this completion - Top, Bottom, Name  
**5490 - 9162 MD WOLFCAMP**

20. Was Directional Survey Made  
**YES - COPY MAILED 3-8-07**

21. Type Electric and Other Logs Run  
**PLATFORM EXPRESS, 3 DETECTOR-LITHO-DENSITY; CN/HNGS - COPY MAILED 3-8-07**

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
<b>16</b>		<b>120</b>		<b>(CONDUCTOR PIPE)</b>	
<b>8.625</b>	<b>24</b>	<b>1423</b>	<b>11</b>	<b>1000SX (325SX CIRC TO</b>	
<b>5.5</b>	<b>17</b>	<b>9234</b>	<b>7.875</b>	<b>1550SX(268SX CIRC TO SURF)</b>	

**24. LINER RECORD**

SIZE	TOP	BOTTOM	SACKS CEMENT	SCREEN	25. TUBING RECORD SIZE	DEPTH SET	PACKER SET
					<b>2-3/8</b>	<b>SN @ 5118</b>	

**26. Perforation record (interval, size, and number)**  
**5490-6183 (36 HOLES); 6520-7233 (36 HOLES); 7520-7923 (36 HOLES); 8120-9162 (36 HOLES)**

**27. ACID, SHOT, FRACTURE, CEMENT, SQUEEZE, ETC.**

DEPTH INTERVAL	AMOUNT AND KIND MATERIAL USED
<b>EACH INTERVAL</b>	<b>15% NEFE; SLICK WATER;</b>
	<b>30/70 &amp; 20/40 SAND, 15% CO2</b>

**28. PRODUCTION**

Date First Production **02-28-2007** Production Method (*Flowing, gas lift, pumping - Size and type pump*) **FLOWING** Well Status (*Prod. or Shut-in*) **PROD**

Date of Test	Hours Tested	Choke Size	Prod'n For Test Period	Oil - Bbl.	Gas - MCF	Water - Bbl.	Gas - Oil Ratio
<b>02-28-2007</b>	<b>24 HOUR</b>	<b>48/64</b>			<b>2800 MCF</b>	<b>318</b>	

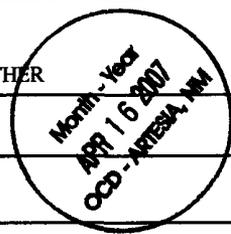
Flow Tubing Press.	Casing Pressure	Calculated 24-Hour Rate	Oil - Bbl.	Gas - MCF	Water - Bbl.	Oil Gravity - API - (Corr.)
	<b>350</b>			<b>2800 MCF</b>	<b>318</b>	

29. Disposition of Gas (*Sold, used for fuel, vented, etc.*) **SOLD** Test Witnessed By \_\_\_\_\_

30. List Attachments \_\_\_\_\_

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

Signature: **Kaye McCormick** Printed Name: **KAYE MC CORMICK** Title: **SR PROD & REG TECH** Date: **04-12-2007**



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State of New Mexico  
Energy, Minerals & Natural Resources Department  
**OIL CONSERVATION DIVISION**  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

Form C-102  
Revised October 12, 2005  
Submit to Appropriate District Office  
State Lease - 4 Copies  
Fee Lease - 3 Copies

Month - Year  
**APR 16 2007**  
OCD - ARTESIA, NM

AMENDED REPORT

**WELL LOCATION AND ACREAGE DEDICATION PLAT**

1 API Number <b>30-005-63881</b>		2 Pool Code <b>97489</b>		3 Pool Name <b>WILDCAT, WOLFCAMP</b>	
4 Property Code		5 Property Name <b>WAR CLOUD 1425-36 STATE COM</b>			6 Well Number <b>1</b>
7 OGRID No. <b>230387</b>		8 Operator Name <b>PARALLEL PETROLEUM CORPORATION</b>			9 Elevation <b>GR: 3481</b>

**10 Surface Location**

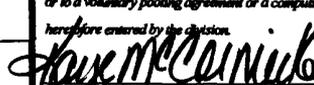
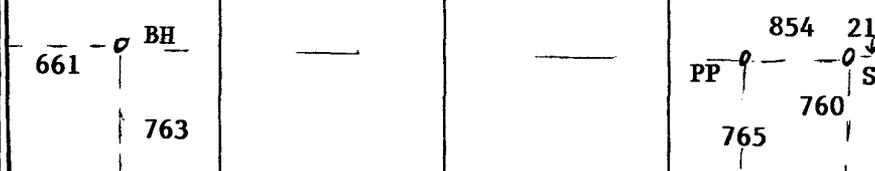
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
P	36	14S	25E		760	SOUTH	215	EAST	CHAVES

**11 Bottom Hole Location If Different From Surface**

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
M	36	14S	25E		763	SOUTH	661	WEST	CHAVES

12 Dedicated Acres <b>320</b>	13 Joint or Infill	14 Consolidation Code	15 Order No.
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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.

16				<b>17 OPERATOR CERTIFICATION</b> I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.  Date <b>4-12-2007</b> Signature <b>KAYE MC CORMICK</b> Printed Name	
		<b>320 Ac</b>			<b>18 SURVEYOR CERTIFICATION</b> I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.  Date of Survey Signature and Seal of Professional Surveyor:  Certificate Number
					

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State of New Mexico  
Energy, Minerals & Natural Resources

Form C-104  
Revised June 10, 2003

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

Month - Year  
APR 16 2007  
OCD - ARTESIA, NM

Submit to Appropriate District Office  
5 Copies

AMENDED REPORT

I. REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT

1 Operator name and Address <b>PARALLEL PETROLEUM CORPORATION 1004 N BIG SPRING, SUITE 400 MIDLAND, TX 79701</b>		2 OGRID Number <b>230387</b>
4 API Number <b>30-0 005-63881</b>		3 Reason for Filing Code/Effective Date
5 Pool Name <b>Hagerman Canal; WOLF CAMP</b>	6 Pool Code <b>97604</b>	
7 Property Code <b>36206</b>	8 Property Name <b>WAR CLOUD 1425-36 STATE COME</b>	9 Well Number <b>1</b>

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
<b>P</b>	<b>36</b>	<b>14S</b>	<b>25E</b>		<b>760</b>	<b>SOUTH</b>	<b>255</b>	<b>EAST</b>	<b>CHAVES</b>

11 Bottom Hole Location

UL or lot no.	Section	Township	Range	Lot. Idn	Feet from the	North/South Line	Feet from the	East/West line	County
<b>M</b>	<b>36</b>	<b>14S</b>	<b>253</b>		<b>763</b>	<b>SOUTH</b>	<b>661</b>	<b>WEST</b>	<b>CHAVES</b>

12 Lse Code	13 Producing Method Code	14 Gas Connection Date <b>02-28-2007</b>	15 C-129 Permit Number	16 C-129 Effective Date	17 C-129 Expiration Date
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III. Oil and Gas Transporters

18 Transporter OGRID	19 Transporter Name and Address	20 POD	21 O/G	22 POD ULSTR Location and Description
<b>23435</b>	<b>TRANSWESTERN PIPELINE P.O. BOX 1188 HOUSTON, TX 77251-1188</b>			<b>SEC 36, T14S, R25E</b>

IV. Produced Water

23 POD	24 POD ULSTR Location and Description
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V. Well Completion Data

25 Spud Date	26 Ready Date	27 TD	28 PBTD	29 Perforations	30 DHC, MC
<b>01-08-2007</b>	<b>02-28-2007</b>	<b>9235MD;5013TVD</b>	<b>9188MD;5016TVD</b>	<b>5490 - 9162 MD</b>	

31 Hole Size	32 Casing & Tubing Size	33 Depth Set	34 Sacks Cement
	<b>16</b>	<b>120</b>	<b>(CONDUCTOR)</b>
<b>11</b>	<b>8.625</b>	<b>1423</b>	<b>1000 SX</b>
<b>7.875</b>	<b>5.5</b>	<b>9234</b>	<b>1550 SX</b>

VI. Well Test Data

35 Date New Oil	36 Gas Delivery Date	37 Test Date	38 Test Length	39 Tbg. Pressure	40 Csg. Pressure
	<b>02-28-2007</b>	<b>02-28-2007</b>	<b>24 HOUR</b>		<b>350</b>

41 Choke Size	42 Oil	43 Water	44 Gas	45 AOF	46 Test Method
<b>48/64</b>		<b>318</b>	<b>2800 MCF</b>		

47 I hereby certify that the rules of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief.

Signature: *Kaye McCormick*  
Printed name: **KAYE MC CORMICK**  
Title: **SR PROD & REG TECHNICIAN**  
Email: **kmccormick@plll.com**  
Date: **04-12-2007** Phone: **432-685-6563**

OIL CONSERVATION DIVISION  
Approved by: **BRYAN G. ARRANT**  
Title: **DISTRICT II GEOLOGIST**  
Approval Date: **APR 19 2007**