Sabmit 3 Copies To Appropriate District Office	State of New Me	exico	Form C-103			
District I	Energy, Minerals and Natu	ral Resources	May 27, 2004 WELL API NO.			
1625 N. French Dr., Hobbs, NM District II	1		30-005-63852			
1301 W. Grand Ave., Artesia, NM 86.	OIL CONSERVATION	I DIVISION	5. Indicate Type of Lease			
District III	1220 South St. Fran	STATE FEE X				
1000 Rio Brazos Rd., Aztec, NM District IV	Santa Fe, NM 87	7505	6. State Oil & Gas Lease No.			
1220 S. St. Francis Dr., Santa Fe, NM						
87505 SINDRY NOTICE	ES AND REPORTS ON WELLS		7. Lease Name or Unit Agreement Name			
(DO NOT USE THIS FORM FOR PROPOSAL DIFFERENT RESERVOIR. USE "APPLICA" PROPOSALS.)	LS TO DRILL OR TO DEEPEN OR PL	UC BACK TO A	Personally 1525-33			
	as Well X Other	Month - Year	8. Well Number 1			
2. Name of Operator		APR 1 6 2007	9. OGRID Number 230387			
Parallel Petroleum Corporation	\∞	D - ARTESIA, NM				
3. Address of Operator			10. Pool name or Wildcat			
1004 North Big Spring, Suite 400, Mi	diand, Texas 79701		Wildcat; Wolfcamp			
4. Well Location	<b>7</b> 60 0 0 1 37 1					
Unit Letter D :	feet from theNort		feet from theWestline			
Section 33 Townshi		NMPM	Chaves, County			
	<ol> <li>Elevation (Show whether DR, 3474' GR</li> </ol>	, RKB, RT, GR, etc.)				
Pit or Below-grade Tank Application ☐ or C						
		vater well 800' Dista	ance from nearest surface water_6000'_			
Pit Liner Thickness: min 12 mil			ruction Material			
12. Check Ap	propriate Box to Indicate N	ature of Notice, i	Report of Other Data			
NOTICE OF INT	ENTION TO:	SUBS	SEQUENT REPORT OF:			
	PLUG AND ABANDON 🔲	REMEDIAL WORK				
TEMPORARILY ABANDON	CHANGE PLANS X	COMMENCE DRIL	LING OPNS.□ P AND A □			
PULL OR ALTER CASING X	MULTIPLE COMPL 🔲	CASING/CEMENT	JOB 🗌			
OTHER. Change Confeed Least	lan V	OTHER.				
OTHER: Change Surface Local		OTHER:	give pertinent dates, including estimated date			
			ach wellbore diagram of proposed completion			
or recompletion.	,	<b>F</b>				
G 10111 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1						
See approved C-101 dated SEP 7, 2006	) so from 12 1/" halo and 0 5/9" 24	i# agains to 11" hala	and 8 5/8" 24# casing. Change surface casing			
depth to match approved depth of 1050		o# casing to 11 hole	and 8 5/8 24# casing. Change surface casing			
Change surface location from 760' FN		R25E to 760' FNL a	nd 234' FWL Sec. 33, T15S, R25E			
			at standard locations within the producing			
area. $PP = 660$ ' FWL and 760' FNL;	BHL = 660' FEL and 760' FNL	Section 33, T15S, R	25E.			
Au 1						
Attachments: C-102 with new surface location, revise	ad drilling plan raflacting change	a above and dimentic	nal nlan hagad on may gurface location			
C-102 with new surface location, revisi	ed drining plan reflecting change	s above, and unecho	har plan based on new surface location			
			and belief. I further certify that any pit or below-			
		_], a general permit [_] o	r an (attached) alternative OCD-approved plan 🔲.			
SIGNATURE Same	wan TITLE	Engineer	DATE April 11, 2007			
Type or print name Deane Durham	E-mail address:	ddurham@plll.com	Telephone No. (432) 684-3727			
For State Use Only						
L DVA N	(A) A ***		Waa :			
	G. ARRANT CT II GEOLOGIST <sup>TLE</sup> —		DATE APR 1 7 2007			

DISTRICT I 1625 N. French Dr., 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

nergy, Minerals & Natural Resources Department L CONSERVATION DIVISION 20 South St. Frances or. Month-Year Santa Fe, NM 87505

APR 1 6 2007 OCD - ARTESIA, NM

Form C-102 Revised October 12, 2005 Submit to Appropriate District Office

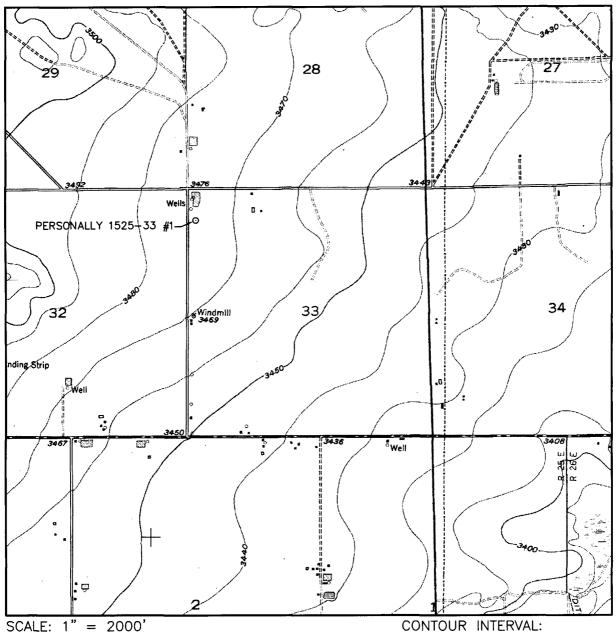
State Lease - 4 Copies Fee Lease - 3 Copies

☐ AMENDED REPORT

#### WELL LOCATION AND ACREAGE DEDICATION PLAT

					Pool Code   DEDICATION			Pool Name			
Property Code					Property Name PERSONALLY 1525–33			Well Number			
ogrid no.				Operator Name RALLEL PETROLEUM CORPORATION			1	Elevation 3474			
					Surface Loc	cation					
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County		
D	33	15 S	25 E		760	NORTH	234	WEST	CHAVES		
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		
A	33	15 S	25 E		760	NORTH	660	EAST	CHAVES		
NO ALLOWAL	Joint or	BE ASSIG		THIS COM		TIL ALL INTERES		CONSOLIDATE	D OR A		
(SL)-426'- S 89'40'47" [			E - 3962.7' (BHL) 660'			OPERATOR CERTIFICATION  I hereby certify the 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 interest interestin the lend including the proposed bottom hale 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 computory pooling order heretofere entered by the division.    Contract William   Contract Will					
Surface Location Plans Coordinate X = 462,635.2 Y = 719,112.4 Geodetic Coordinate Lat. 32°58'36.66" N Long. 104'27'18.63" W (NAD '27)  NOTE:  1) Plane Coordinates shown hereon are Transverse Mercator Grid and Conform to the "New Mexico				Bottom Hole Location Plane Coordinate X = 467,022.5 Y = 719,087.9 Geodetic Coordinate Lat. 32*58*36.47" N. cong. 104*26*27.13* (NAD '27)	I hereby certify on this plat w actual surveys supervison ar correct to th  Date of Survey	OR CERTIFICA  If that the well local as plotted from fiele made by me or at that the same is be best of my belie  Oril 4, 2007  EX.  Seal of Professiona	ion shown id notes of under my true and f.				
	and Confestem", New n of 1927, [	orm to the ' Mexico East Distances show	New Mexico Zone, North					um. 2007-04  MACON McDONAL			

# LOCATION VERIFICATION MAP



**ESPUELA** 

SEC. 33 TWP. 15-S RGE. 25-E

SURVEY N.M.P.M.

COUNTY \_\_\_\_ CHAVES

DESCRIPTION 760' FNL & 234' FWL

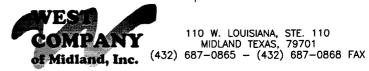
ELEVATION 3474'

OPERATOR PARALLEL PETROLEUM CORPORATION

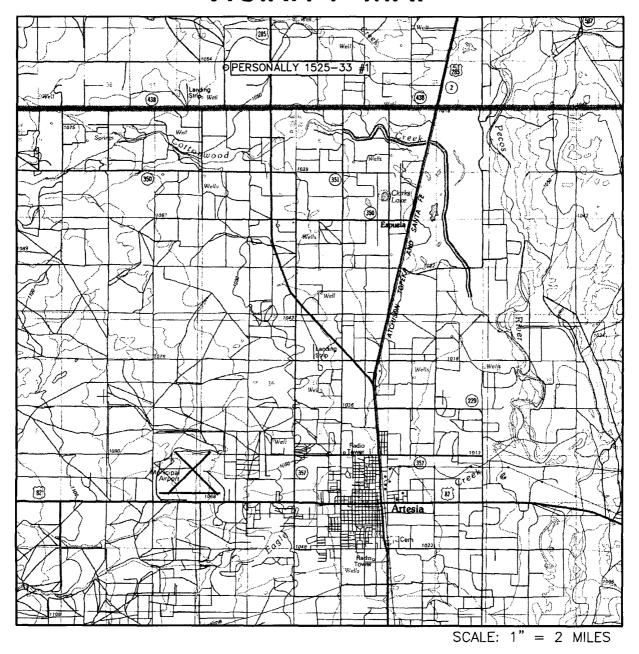
LEASE PERSONALLY 1525-33

U.S.G.S. TOPOGRAPHIC MAP ESPUELA





## VICINITY MAP



SEC. <u>33</u> TWP. <u>15-S</u> RGE. <u>25-E</u>

SURVEY \_\_\_\_ N.M.P.M.

COUNTY CHAVES

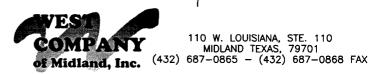
DESCRIPTION 760' FNL & 234' FWL

ELEVATION 3474'

OPERATOR PARALLEL PETROLEUM CORPORATION

LEASE PERSONALLY 1525-33





### PARALLEL PETROLEUM CORPORATION PERSONALLY 1525-33 #1

SL: 234' FWL AND 760' FNL, BHL: 660' FEL AND 760' FNL SEC 33, T15S, R25E SEC 33, T15S, R25E CHAVES COUNTY, NEW MEXICO

#### **Objective**

Drill a horizontal well in the Wolfcamp formation.

#### **Expected Geologic Tops**

Est GL from topo: 3474', KB 3490'. Glorieta 2050' Tubb 3050' Abo Shale 3800' Wolfcamp 4880'

#### **Well Geometry**

- 8 5/8" casing at 1050'
- 5 1/2" casing through the horizontal Wolfcamp; Acid soluble cement per completion.

#### **Casing Program**

Hole	<u>MD</u> (ft)	Casing	Weight	Grade	Coupling	COMMENT
11"	0 - 1050	8-5/8"	24	J55	ST&C	
7 7/8"	0 – TD'	5-1/2"	17	N80	LT&C	Run through the horizontal lateral.

#### **Casing Cementing Program**

8-5/8" slurry: Lead: 125 sacks (50:50) Poz (Fly Ash): Class C + 5% bwow Sodium Chloride + 10% bwoc Bentonite + 151.7% fresh water. Tail: 200 sacks Class C + 1% bwoc Calcium Chloride + 56.3% fresh water

<u>Note</u>: If cement does not circulate to surface, notify OCD. A temperature survey will be required. Top out to surface with 1" pipe in the annulus.

<u>Note</u>: 5-1/2" Cement per completion procedure. Top of Cement should tie into surface casing.

#### **Mud Program**

Depth	<u>Hole</u>	MW	Visc.	WL	Synopsis		
0 - 1050	11"	8.4 –	28 - 29	No	FRESH WATER mud only to		
		8.6		control	1400 ft. Severe loss potential.		
					Circulate inner reserve. LCM: paper, fiber, cotton seed hulls.		
1050 - 3700	7-7/8"	8.6 –	28 -29	No	Cut brine. Start w/existing & ad		
		9.2		control	brine t/80K-100K chlorides		
KOP – TD	7-7/8"	8.9 –	38 - 45	6 - 10	XCD/polymer as req'd for hole		
Horizontal		9.5			cleaning. Lubricants.		
	<u> </u>	<u></u>					

PARALLEL SURVEY CALCULATION PROGRAM PETROLEUM CORPORATION											
OPER	ATOR:		Parallel Pe			on	Supervisor	rs:			
WELL			Personally								
LOCA	TION:		N/2 Sec. 33	T-15-S R	-25-E						
API N	JMBER	<b>₹</b> :									
			COMM	ENTS:							
								MAG D			
									ORR.(-/+)		
								TOTAL	CORR.(-/+)	0.0	
		DATE:	04/11/07	1.0	TIME:	10:03 AM	TRUE TO GRI	.D		▼	
MINIMU	M CURV	ATURE C	ALCULATION	S(SPE-3362	) Pl	ROPOSED	DIRECTION	90.0	TARGET T		
			That is					4 - 14 A	TO CE		
SVY			GRID		VERT			DLS/	ABOVE(+)		
NUM	MD	INC	AZM	TVD	SECT	N-S	E-W	100	BELOW(-)	LEFT(-)	
TIE	0	0.0	0.0	0.0	0.0	0.0	0.0				
1	4401	0.0	0.0	4401.0	0.0	0.0	0.0	0.0	478.6	0.0	
2	4411	1.2	90.0	4411.0	0.1	0.0	0.1	11.8	468.6	0.0	
3	4421	2.4	90.0	4421.0	0.4	0.0	0.4	11.8	458.6	0.0	
4	5158	89.0	90.0	4887.9	478.6	0.0	478.6	11.8	0.0	0.0	
-	0045	80.0	90.0	1057.8	4365 N	0.0	4365.0	0.0	0.0	0.0	

KOP @ 4401' MD BUR = 11.8 DEG per 100 FT End Curve @ 5158' MD,4887.9' TVD BHL @ 9045' MD, 4955.8' TVD, 4365' VS

### Parallel Petroleum Corp.

#### COMPANY DETAILS

Parallel Petroleum Corp. 1004 N. Big Spring, Ste 400 Midland, Texas 79701

Personally 1525-33 #1 N/2 Sec. 33, T-15-S, R-25-E Chaves County, New Mexico

East(+)/West(-) (200ft/in)

