

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  
Energy, Minerals & Natural Resources

Form C-101  
June 16, 2008

Oil Conservation Division  
1220 S. St. Francis Dr.  
Santa Fe, NM 87505

HOBBS OCD

Submit to appropriate District Office

☒ AMENDED REPORT

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, SEP 06 2011  
PLUGBACK, OR ADD A ZONE

<sup>1</sup> Operator Name and Address Nearburg Producing Company 3300 N A St., Bldg 2, Ste 120, Midland, TX 79705		RECEIVED <sup>2</sup> OGRID Number 015742 <sup>3</sup> API Number 30- 25-40077
<sup>4</sup> Property Code 38523	<sup>5</sup> Property Name Howenstine 12	<sup>6</sup> Well No 1
<sup>9</sup> Proposed Pool 1 Shipp; Strawn (55695)		<sup>10</sup> Proposed Pool 2

<sup>7</sup> 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	12	17S	37E		500	North	1594	East	Lea

<sup>8</sup> Proposed 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
B	12	17S	37E		350	North	1540	East	Lea

Additional Well Location

<sup>11</sup> Work Type Code N	<sup>12</sup> Well Type Code O	<sup>13</sup> Cable/Rotary R	<sup>14</sup> Lease Type Code Fee	<sup>15</sup> Ground Level Elevation 3734
<sup>16</sup> Multiple No	<sup>17</sup> Proposed Depth 12,230	<sup>18</sup> Formation Strawn	<sup>19</sup> Contractor TBD	<sup>20</sup> Spud Date 10/2011

<sup>21</sup> Proposed Casing and Cement Program

Hole Size	Casing Size	Casing weight/foot	Setting Depth	Sacks of Cement	Estimated TOC
17-1/2	13-3/8	48	465	491	Surface
11	8-5/8	32	4650	1165	Surface
7-7/8	5-1/2	17	12,230	1510	Surface

<sup>22</sup> Describe the proposed program. If this application is to DEEPEN or PLUG BACK, give the data on the present productive zone and proposed new productive zone. Describe the blowout prevention program, if any. Use additional sheets if necessary.

Propose to drill the well to sufficient depth to evaluate the Strawn formation.

Change BHL From B-12-17s-37e, 330/N & 1570/E  
To B-12-17s-37e  
350/N & 1540/E

Permit Expires 2 Years From Approval  
Date Unless Drilling Underway

<sup>23</sup> I hereby certify that the information given above is true and complete to the best of my knowledge and belief.

Signature:

Printed name: Terri Stathem

Title:

Regulatory

E-mail Address: tstathem@nearburg.com

Date:

9-2-11

Phone:

432/818-2950

OIL CONSERVATION DIVISION

Approved by:

Title:

Approval Date: 9-12-2011

Expiration Date:

Conditions of Approval Attached

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SEP 12 2011

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11885 S. ST. FRANCIS DR., SANTA FE, NM 87505

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

Form C-102  
Revised July 16, 2010  
Submit to Appropriate  
District Office

☐ AMENDED REPORT

**WELL LOCATION AND ACREAGE DEDICATION PLAT**

API Number 30025 40077	Pool Code 55695	Pool Name Shipp; Strawn
Property Code 38523	Property Name <b>HOWENSTINE 12</b>	Well Number 1
OGRID No. 015742	Operator Name <b>NEARBURG PRODUCING COMPANY</b>	Elevation 3734'

Surface Location

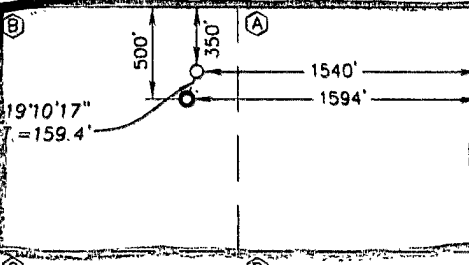
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
B	12	17-S	37-E		500	NORTH	1594	EAST	LEA

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
B	12	17-S	37-E		350	NORTH	1540	EAST	LEA

Dedicated Acres 80	Joint or Infill	Consolidation Code	Order No. <b>NSL-6367</b>
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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

<p>GEODETIC COORDINATES NAD 27 NME</p> <p>SURFACE LOCATION Y=676630.4 N X=847705.2 E</p> <p>LAT.=32.855016° N LONG.=103.201082° W</p> <p>BOTTOM HOLE LOCATION Y=676780.9 N X=847757.6 E</p>	 <p>GRID AZ.=19°10'17" HORZ. DIST.=159.4'</p> <p>TABLE OF SECTION, QUARTER &amp; SIXTEENTH CORNER COORDINATES</p> <p>Ⓐ - Y=677133.0 N, X=847974.9 E Ⓑ - Y=677119.5 N, X=846656.8 E Ⓒ - Y=675797.8 N, X=846671.5 E Ⓓ - Y=675810.7 N, X=847990.2 E</p>	<p><b>OPERATOR CERTIFICATION</b></p> <p>I hereby certify that the information 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 mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.</p> <p><i>Terri Stathem</i> 8/30/11 Signature Date Terri Stathem Printed Name tstathem@nearburg.com E-mail Address</p> <p><b>SURVEYOR CERTIFICATION</b></p> <p>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.</p> <p>OCTOBER 26, 2010</p> <p>Date of Survey Signature &amp; Seal of Professional Surveyor: <i>Ronald J. Eidson</i> 8/29/2011 Certificate Number 3239 Gary S. Eidson 12641 Ronald J. Eidson 3239 DSS Rev: 8/29/11 JWSC W.O.: 11.13.1865</p>
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SEP 12 2011