

District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
811 S. First St., 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-104  
Revised August 1, 2011

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

Submit one copy to appropriate District Office

☐ AMENDED REPORT

HOBBS OCD

I. REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT

|                                                                                                                               |                                                     |                                                                   |
|-------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------|-------------------------------------------------------------------|
| <sup>1</sup> Operator name and Address<br>Nearburg Producing Company<br>3300 N A Street; Bldg 2, Ste 120<br>Midland, TX 79705 |                                                     | <sup>2</sup> OGRID Number<br>015742                               |
| <sup>4</sup> API Number<br>30-025-40697                                                                                       |                                                     | <sup>3</sup> Reason for Filing Code/ Effective Date<br>NW-3/14/14 |
| <sup>5</sup> Pool Name<br>Lea; Bone Spring South                                                                              | <sup>6</sup> Pool Code<br>37580                     |                                                                   |
| <sup>7</sup> Property Code<br>39365                                                                                           | <sup>8</sup> Property Name<br>Laguna 23 Federal Com | <sup>9</sup> Well Number<br>2H                                    |

SEP 17 2014

RECEIVED

II. <sup>10</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 |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
| M             | 23      | 20S      | 34E   |         | 50            | South            | 630           | West           | Lea    |

<sup>11</sup> 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 |
|-----------------------------|---------------------------------------------|-------------------------------------------------|-----------------------------------|------------------------------------|-------------------------------------|------------------|---------------|----------------|--------|
| D                           | 23                                          | 20S                                             | 34E                               |                                    | 341                                 | North            | 613           | West           | Lea    |
| <sup>12</sup> Lse Code<br>F | <sup>13</sup> Producing Method<br>Code<br>P | <sup>14</sup> Gas Connection<br>Date<br>3/14/14 | <sup>15</sup> C-129 Permit Number | <sup>16</sup> C-129 Effective Date | <sup>17</sup> C-129 Expiration Date |                  |               |                |        |

III. Oil and Gas Transporters

| <sup>18</sup> Transporter<br>OGRID | <sup>19</sup> Transporter Name<br>and Address | <sup>20</sup> O/G/W |
|------------------------------------|-----------------------------------------------|---------------------|
|                                    | Plains Marketing LLC.                         |                     |
|                                    | Versado Gas Processors LLC                    |                     |
|                                    |                                               |                     |
|                                    |                                               |                     |
|                                    |                                               |                     |
|                                    |                                               |                     |
|                                    |                                               |                     |

IV. Well Completion Data

|                                    |                                     |                           |                             |                                            |                       |
|------------------------------------|-------------------------------------|---------------------------|-----------------------------|--------------------------------------------|-----------------------|
| <sup>21</sup> Spud Date<br>1/11/14 | <sup>22</sup> Ready Date<br>3/14/14 | <sup>23</sup> TD<br>15689 | <sup>24</sup> PBTD<br>15650 | <sup>25</sup> Perforations/<br>11030-15635 | <sup>26</sup> DHC, MC |
| <sup>27</sup> Hole Size            | <sup>28</sup> Casing & Tubing Size  | <sup>29</sup> Depth Set   | <sup>30</sup> Sacks Cement  |                                            |                       |
| 17 1/2"                            | 13 3/8"                             | 1694                      | 1210                        |                                            |                       |
| 12 1/4"                            | 9 5/8"                              | 5501                      | 2300                        |                                            |                       |
| 8 1/2"                             | 5 1/2"                              | 15689                     | 2260 TOC @ 2300             |                                            |                       |
|                                    | 2 3/8"                              | 10455                     |                             |                                            |                       |

V. Well Test Data

|                                       |                                            |                                   |                                       |                                     |                                  |
|---------------------------------------|--------------------------------------------|-----------------------------------|---------------------------------------|-------------------------------------|----------------------------------|
| <sup>31</sup> Date New Oil<br>3/14/14 | <sup>32</sup> Gas Delivery Date<br>3/14/14 | <sup>33</sup> Test Date<br>4/1/14 | <sup>34</sup> Test Length<br>24 hours | <sup>35</sup> Tbg. Pressure<br>1350 | <sup>36</sup> Csg. Pressure<br>0 |
| <sup>37</sup> Choke Size<br>19/64     | <sup>38</sup> Oil<br>890                   | <sup>39</sup> Water<br>256        | <sup>40</sup> Gas<br>676              | <sup>41</sup> Test Method           |                                  |

|                                                                                                                                                                                                                                           |                            |                                  |  |
|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------|----------------------------------|--|
| <sup>42</sup> 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.<br>Signature: <i>[Signature]</i> |                            | OIL CONSERVATION DIVISION        |  |
| Printed name: <i>T. Green</i>                                                                                                                                                                                                             |                            | Approved by: <i>[Signature]</i>  |  |
| Title: <i>Production Services Mgr.</i>                                                                                                                                                                                                    |                            | Title: <i>Petroleum Engineer</i> |  |
| E-mail Address: <i>Tgreen@nearburg.com</i>                                                                                                                                                                                                |                            | Approval Date: <i>11/03/14</i>   |  |
| Date: <i>5/4/14</i>                                                                                                                                                                                                                       | Phone: <i>432-818-2940</i> |                                  |  |

E-PERMITTING - - New Well

Comp *PM* P&A TA

CSNG *MB* Loc Chng

ReComp Add New Well

Cancl Well Create Pool

NOV 05 2014