District I1625 N. French Dr., Hobbs, NM 88240District II1301 W. Grand Avenue, Artesia, NM 88210District III1000 Rio Brazos Road, Aztec, NM 87410District IV1220 S. St. Francis Dr., Santa Fe, NM 87505

٠

State of New Mexico Energy Minerals and Natural Resources

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 Submit to appropriate District Office State Lease - 6 Copies Fee Lease - 5 Copies

AMENDED REPORT

APPL	ICATI	ON FO	R PERMIT	TO D	RILL	, RE-E	ENTE	R, DI	EEPEN	N, PLUC	GBA	CK, OF	R ADI) A ZONE	
¹ Operator Name and Address							151323				² OGRID Number				
Pride Energy Company PO Box 701950										³ API Number					
Tulsa, OK 74170-1950						30-025-36485									
³ Property Code			⁵ Property Na State of New Mo				lexico 36 STate				⁶ Well No. 1				
					-	Irface]						•			
UL or lot no.	Section	Section Township Range La		Lot	Lot Idn Feet from		m the North/South line		Feet from the		East/West line		County		
J	36	198	37E J		2310		0	s		2310 E		E	Lea		
⁸ Proposed Bottom Hole Locati															
UL or lot no.	UL or lot no. Section Township		Range Lot I					North/South line		Feet from		East/West line		County	
	1	1	Proposed Pool 1	_			¹⁰ Proposed Pool 2							····· · · · · · · · · · · · · · · · ·	
			ggs; Drinkard 57)00											
¹¹ Work Type Code ¹² Well T				pe Code ¹³ Cable/				¹⁴ Lease Type Code			Code	¹⁵ Ground Level Elevation			
New Well			Oil						State						
¹⁶ M	fultiple N		¹⁷ Proposed Dep 7200	oth	¹⁸ Form Drink					¹⁹ Contractor Unknown			²⁰ Spud Date ASAP		
²¹ Proposed Casing and Cen															
Hole S	lize	C	Casing Size		Casing weight/foot		Setting Depth		Sacks of Cement		ement	Estimated TOC			
12.25		8.625		24			1400		630			0			
7.875		5.5		17		7200		1000		2000					
				74											
				-									101	21314	
								99101112137475				41516			
 ²² 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 zene. Describe the blowout prevention program, if any. Use additional sheets if necessary. Cement on production casing to cover Yates formation. Permit Expires 1 Year From Approval Date Unless Drilling Underway 															
²³ I hereby certify that the information given above is true and complete to the						OIL CONSERVATION DIVISION									
best of my knowledge and belief. Signature:						Approved by:									
Printed name: John W. Pride															
Title: Pres. of Pride Oil & Gas Co., Inc.,						Title: PETROLEUM ENGINEER Approval Date: Expiration Date:									
as General Partner of Pride Energy Company						NOV 2 0 2003									
E-mail Address: johnp@pride-energy.com									7001				unan		
Date: Phone:						Conditions of Approval:									
November 4, 2003 918-524-9200						Attached									
710-324-3200															

DISTRICT I 1625 N. French Dr., Hobbs, NM 88240 DISTRICT II

811 South First, Artesia, NM 88210

DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410

DISTRICT IV 2040 South Pacheco, Santa Fe, NM 87505 Energy, Minerals and Natural Resources Department

Form C-102 Revised March 17, 1999

Submit to Appropriate District Office State Lease - 4 Copies Fee Lease - 3 Copies

OIL CONSERVATION DIVISION

2040 South Pacheco Santa Fe, New Mexico 87504-2088

WELL LOCATION AND ACREAGE DEDICATION PLAT

□ AMENDED REPORT

API Number Pool Code Pool Name 57000 Skaggs; Drinkard 30-025-36485 **Property** Code **Property** Name Well Number STATE OF NEW MEXICO "36" 5 Tate 33115 1 OGRID No. Operator Name Elevation 151323 PRIDE ENERGY CO. 3594' Surface Location UL or lot No. Section Feet from the North/South line Feet from the East/West line Township Range Lot ldn County 36 19 S 37 E 2310' SOUTH 2310' EAST LEA J Bottom Hole Location If Different From Surface UL or lot No. Section Township Range Lot ldn Feet from the North/South line Feet from the East/West line County Dedicated Acres Joint or Infill **Consolidation** Code Order No. 40 Ν 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 **OPERATOR CERTIFICATION** I hereby certify the the information contained herein is true and complete to the best of my knowledge and belief. Signature John W. Pride Printed Name Pres. of Pride Oil & Gas ¢þ., Partner of Pride s General Title Energy Company November 13, 2003 Date Lat.: N32*36'57.0" Long.: W103*12'14.4" SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of 2310'actual surveys made by me or under my supervison, and that the same is true and correct to the best of my belief. November 10, 2003 Date Surveyed Signature & Seal of Professional Surveyor ъ M 231 EG W.O No. 376 Certificate No. Gary 7977 Jones PRCF S. SHARLY JLP BASIN SURVEY S

Pride Energy Company Procedure State of New Mexico 36 #1 Section 36-T19S-R37E 2310' fsl & 2310' fel Lea County, NM

Pride Energy Company POB 701602 2250 East 73rd Street, Suite 550 Tulsa, OK 74170 918 524 9200 office 918 524 9292 fax

November 4, 2003

Project: Drill well to 7200' and test Drinkard formation.

String	Diameter'	Weight	Depth	Тор	Grade	Threads
Surface Casing	8 ⁵ /8"	24 ppf	1400'	3'	H-40	STC
Prod Casing	51/2"	15.5 ppf	0-6000'	3'	J-55	STC
Prod Casing	51/2"	17 ppf	6000'-TD	١	J-55	STC

Procedure:

- 1. Grade & build road and location. Dig and board a cellar around the well.
- 2. Rig-up a rotary drilling rig.
- 3. Run a 12.25" rock bit and drill 1400'.
- 4. Run 8.625" casing to 1400' & cement w/ 630 sx cmt to surface.
- 5. Run a 7.875" rock bit and drill to 7200'.
- 6. Condition the mud. Run laterolog, gamma-ray, neutron, density and pe logs. Note: pe for a good zone 2.5-3.5.
- Run 5.50" casing to 7200' and cement in w/ 1300 sx cmt. Circ cmt to above 1400' (use DV Tool). DV Tool @_____, sx from bottom ______, sx from DV Tool _____.
- 8. Flush with 2% KC1 water. Rig-down and clean the location.
- 9. Run a gr and cement bond log.
- 10. TIH w/ 4³/₄ bit, drill DV Tool & clean out to FC
- 11. Clean & load w/ 2% KCL water. Spot 71/2% NEFE HCL acid across perf interval. POOH.
- 12. Perf w/ 4" HSC, 4 spf, 120°.4" or larger holes, 20" or greater penetration.
- 13. Run Baker Hornet Packer & on/off Tool on 2%" 6.5# J-55 8rd EUE tbg. Set packer 100'± above top perf.
- 14. Swab in. Acidize if required.



PRIDE ENERGY COMPANY Typical 5.000 psi Pressure System Schematic Annular with Double Ram Preventer Stack



Typical 5,000 psi choke manifold assembly with at least these minimun features



