

District I
1625 N French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S St Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy Minerals and Natural Resources

Form C-10
June 16, 2004

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

Submit to appropriate District Office

☐ AMENDED REPORT

**APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN,
PLUGBACK, OR ADD A ZONE**

| | | |
|--|---|---|
| ¹ Operator Name and Address Pride Energy Company P O. Box 701950 Tulsa, Ok 74170 | | ² OGRID Number 151323 |
| | | ³ API Number 30 - 025 - 39225 |
| ³ Property Code 37454 | ⁵ Property Name Bagley "27" State | ⁶ Well No. 1 |
| ⁹ Proposed Pool 1 Bagley, Pecos Penn. North | | ¹⁰ Proposed Pool 2 |

Surface Location

| | | | | | | | | | |
|--------------------|---------------|-----------------|--------------|--------------|------------------------|---------------------------|------------------------|------------------------|---------------|
| UL or lot no. J | Section 27 | Township 11S | Range 33E | Lot Idn J | Feet from the 1,980 | North-South line South | Feet from the 1,980 | East-West line East | County Lea |
|--------------------|---------------|-----------------|--------------|--------------|------------------------|---------------------------|------------------------|------------------------|---------------|

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 |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|

Additional Well Information

| | | | | |
|--|--|--------------------------------------|--|--|
| ¹¹ Work Type Code New Well | ¹² Well Type Code Oil | ¹³ Cable/Rotary Rotary | ¹⁴ Lease Type Code State | ¹⁵ Ground Level Elevation 4,254' |
| ¹⁶ Multiple N | ¹⁷ Proposed Depth 10,500 | ¹⁸ Formation Penn | ¹⁹ Contractor Unknown | ²⁰ Spud Date ASAP |

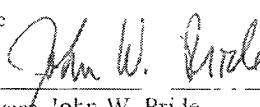
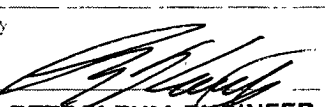
Proposed Casing and Cement Program

| | | | | | |
|-----------|-------------|--------------------|---------------|-----------------|---------------|
| Hole Size | Casing Size | Casing weight/foot | Setting Depth | Sacks of Cement | Estimated TOC |
| 17.5 | 13.375 | 48 | 415' / 1740 | 350 | Surf. |
| 11.0 | 8.625 | 32 | 3,750 | 1,000 | Surf. |
| 7.875 | 5.50 | 15.5 | 10,500 | 2,000 | 3,650 |
| | | | | | |
| | | | | | |

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 zone. Describe the blowout prevention program, if any. Use additional sheets if necessary.

Approximately 415' of surface casing will be set and cemented to surface. Approximately 3,750' of 7 7/8" casing will be run and cemented to surface with approximately 1,000 sacks of cement. If warranted after logs evaluated approximately 10,500' of 5 1/2" casing will be run and cemented with approximately 2,500 sacks of cement, estimated TOC at 3,650'.

**Permit Expires 2 Years From Approval
Date Unless Drilling Underway**

| | | | |
|---|---|--|--|
| ²³ I hereby certify that the information given above is true and complete to the best of my knowledge and belief | | OIL CONSERVATION DIVISION | |
| Signature  | Approved by  | | |
| Printed name: John W. Pride | Title: PETROLEUM ENGINEER | | |
| Title: Pres. Of Pride Oil & Gas Co. Inc., as General Partner of Pride Energy Company | Approval Date: OCT 30 2008 | Expiration Date: | |
| E-mail Address: johnp@pride-energy.com | | | |
| Date: 10/6/08 | Phone: (918) 524-9200 | Conditions of Approval Attached <input type="checkbox"/> | |