

I. REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT

¹ Operator name and Address SOVEREIGN EAGLE, LLC P.O. BOX 968, ROSWELL, NM 88202-3900		² OGRID Number 263940
		³ Reason for Filing Code/ Effective Date Return to Prod 1/09
⁴ API Number 30 - 041-20828	⁵ Pool Name Perry Tule; Penn GAS	⁸ Pool Code 86443
⁷ Property Code 306401	⁸ Property Name PERRY	⁹ Well Number 001

II. ¹⁰ Surface Location

¹⁰ Ul or lot no. M	¹¹ Section 23	¹² Township 2S	¹³ Range 29E	¹⁴ Lot Idn	¹⁵ Feet from the 990	¹⁶ North/South Line SOUTH	¹⁷ Feet from the 660	¹⁸ East/West line WEST	¹⁹ County ROOSEVELT
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¹¹ Bottom Hole Location

²⁰ Ul or lot no.	²¹ Section	²² Township	²³ Range	²⁴ Lot Idn	²⁵ Feet from the	²⁶ North/South line	²⁷ Feet from the	²⁸ East/West line	²⁹ County
³⁰ Lse Code P	³¹ Producing Method Code P/F	³² Gas Connection Date 10/25/88	³³ C-129 Permit Number	³⁴ C-129 Effective Date	³⁵ C-129 Expiration Date				

III. Oil and Gas Transporters

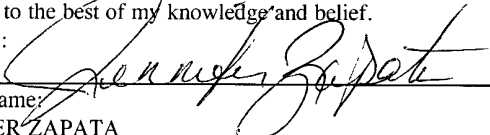
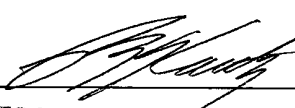
³⁶ Transporter OGRID 003096 21168	³⁷ Transporter Name and Address SOUTHBOUND GAS COMPANY P.O. BO 1251, ARLINGTON, TX 76004	³⁸ O/G/W G

IV. Well Completion Data

³⁹ Spud Date 8/10/88	⁴⁰ Ready Date 10/18/88	⁴¹ TD 7275'	⁴² PBTD 7100'	⁴³ Perforations 6825-7044	⁴⁴ DHC, MC
⁴⁵ Hole Size 7 1/2"	⁴⁶ Casing & Tubing Size 13 3/8"	⁴⁷ Depth Set 343'	⁴⁸ Sacks Cement 300 SX		
⁴⁹ 11"	⁵⁰ 8 5/8"	⁵¹ 2,168'	⁵² 200 SX 550 SX		
⁵³ 7 7/8"	⁵⁴ 5 1/2"	⁵⁵ 7,274'	⁵⁶ 250 SX		

V. Well Test Data

⁵⁷ Date New Oil	⁵⁸ Gas Delivery Date	⁵⁹ Test Date 11/05/08	⁶⁰ Test Length 24 HRS	⁶¹ Tbg. Pressure 60#	⁶² Csg. Pressure 90#
⁶³ Choke Size 0	⁶⁴ Oil 0 BO	⁶⁵ Water 100 BW	⁶⁶ Gas 179 MCF		⁶⁷ Test Method

⁶⁸ 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. Signature: 		OIL CONSERVATION DIVISION	
Printed name: JENNIFER ZAPATA		Approved by: 	
Title: PRODUCTION ANALYST		Title: PETROLEUM ENGINEER	
E-mail Address: jzapata@stratanm.com		Approval Date: MAY 07 2009	
Date: 5/1/09	Phone: (575) 622-1127 Ext. 15		

All distances must be from the outer boundaries of the Section.

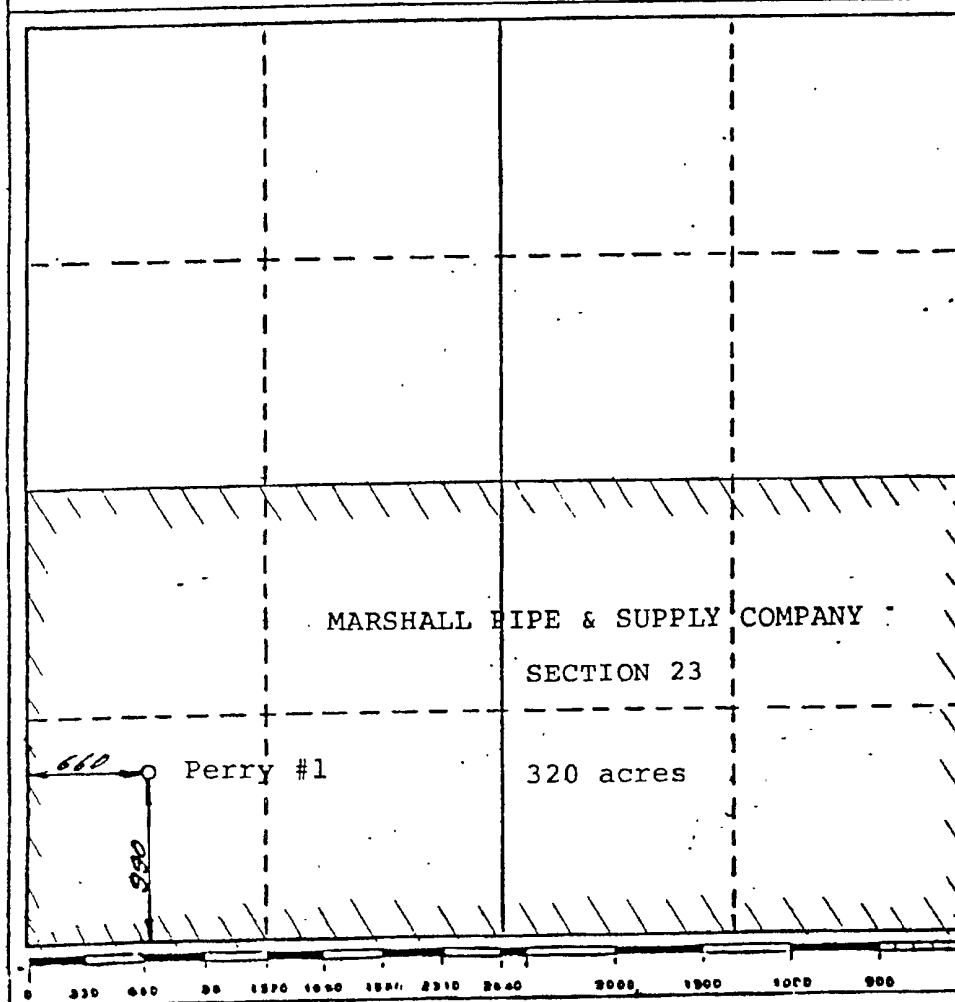
Operator Marshall Pipe And Supply		Lease Perry		Well No. 1
Unit Letter M	Section 23	Township 2 South	Range 29 East	County Roosevelt
Actual Footage Location of Well: 990 feet from the South line and 660 feet from the West line				
Ground Level Elev. 4382	Producing Formation Montoya & Penn.	Pool Tule-Montoya Tule-Penn	Dedicated Acreage: 320 if gas trees	

1. Outline the acreage dedicated to the subject well by colored pencil or hatchure marks on the plat below.
2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling, etc?

☒ Yes ☐ No If answer is "yes," type of consolidation communitization

If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.)

No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Division.



CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

Name J. W. Marshall

Position Partner/Operator

Company MARSHALL PIPE & SUPPLY

Date February 3rd, 1988

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 knowledge and belief.

January 29, 1988

Date Surveyed P. R. Patton

Registered Land Surveyor

8112

Certificate No.

NSL-R-8617