District I PO Box 1980, Hobbs, NM 88241-1980 District II PO Drawer DD, Artesia, NM 88211-0719 District III

1000 Rio Brazos Rd., Aztec, NM 87410

District IV

State of New Mexico

Form C-101 Revised February 10, 1994 Instructions on back

Submit to Appropriate District Office State Lease - 6 Copies

OIL CONSERVATION DIVISION PO Box 2088 Santa Fe, NM 87504-2088

Fee Lease - 5 Copies

PO Box 2088, Santa Fe, NM 87504-2088 AMENDED REPORT APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE Operator Name and Address. Nearburg Producing Company ² OGRID Number T-10613 P.O. Box 823085 15742シ Dallas, TX 75382 API Number 30 · 0**25 - 33503** Property Code ⁴ Property Name · Well No. 14122 Ocho State "36" #1 ⁷ Surface Location UL or lot no. Section Township Range Lot Ida Feet from the North/South line Feet from the East/West line County Ι 36 16S 37E 2,310 South 660 East Lea ⁸ Proposed Bottom Hole Location If Different From Surface UL or lot no. Section Township Lot Ida Feet from the North/South line Feet from the East/West line County Proposed Pool 1 18 Proposed Pool 2 Shipp Strawn (55695) Work Type Code 12 Well Type Code 13 Cable/Rotary " Lease Type Code 15 Ground Level Elevation N S 3,747**'** " Multiple 17 Proposed Depth " Formation Contractor 24 Spud Date Ν 12,300' Strawn Peterson 7/10/96 ²¹ 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# 350' 200 Surface 12-1/4" 8-5/8" 24# and 32# 4,500' 1,000 Surface 7-7/8" 5-1/2" 17# and 20# 12,300' 1,000 3,000' 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. After reaching TD, logs will be run and casing set if the evaluation is positive. Perforate, test and stimulate as necessary to establish production. Permit Expires 1 Year From Approval Date Unless Drilling Underway ACreage dedication is 80 acres; N/2 SE/4 of Section 36 25 I hereby certify that the information given above is true and complete to the best of my knowledge and belief. OIL CONSERVATION DIVISION Signatures CHICKER SIGNED BY CIRRY SEXION Printed name: E Scott Creamical a soner vision Kimbrough Approval Date: Mgr of Drilling/Production 1996 **Expiration Date:** Date: Phone Conditions of Approval: 7/8/96 505/397-4186

Attached