District I PG Eox 1980, Hobbs, NM 88241-1980 District II 811 South First, Artesia, NM 88210 District III

2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico Energy, Minerals & Natural Resources Department

CONSERVATION DIVISION

Form C-101 Revised October 18, 1994 Instructions on back Submit to Appropriate District Office State Lease - 6 Copies Fee Lease - 5 Copies

AMENDED REPORT

| off South Flist, Aftesta, 1461 00210 | OIL CONSERVATION DIVISIO |
|--------------------------------------|--------------------------|
| District III | 2040 South Pacheco |
| 1000 Rio Brazos Rd., Aztec. NM 87410 | Santa Fe, NM 87505 |
| District IV | , |

| APPLICA | TION F | OR PE | RMIT T | O DRI | LL, RE-EN | NTER, DEF | EPEN | N, PLUGBA | ACK, | OR AD | DD A ZONE | |
|--|--|-------------------------|--|----------------|---|---|------------------|--------------------------|-------------------------------------|------------------------------------|--|--|
| APPLICATION FOR PERMIT TO DRILL, RE-EN Operator Name and Address. TMBR/Sharp Drilling, Inc. P. O. Drawer 10970 Midland, TX 79702 | | | | | 3. | | | | ² OGRID Number 036554 | | | |
| | | | | | | | | | | 30 - 025-34505 | | |
| 'Property Code | | | | | Property Name State "32" | | | | ʻ Well No. 1 | | | |
| <u> </u> | ⁷ Surface Location | | | | | | | | | | | |
| UL or lot no. | Section | Township | wnship Range Lot Ic | | Feet from the | North/South | North/South line | | the East/West line | | Count | |
| L | 32 | 16S | 35E | | 1980 | South | | 660 | | West | Lea | |
| | | * P | roposed | Bottom | Hole Loca | tion If Diff | erent | From Surf | T | | | |
| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South | line | Feet from the | East/V | Vest line | Coun | |
| Vacuum: Atoka-Morrow, North (86800) | | | | | | | | | | | | |
| | " Work Type Code | | Code | 1 | le/Rotary R | ' l _ ' | | Code 15 Gro | | nd Level Elevation 4010 | | |
| " Multiple No | | | ¹⁷ Proposed Depth 12,700 | | ¹⁸ Formation Atoka | | | D' Contractor TMBR/Sharp | | ²⁶ Spud Date 9/24/98 | | |
| ²¹ Proposed Casing and Cement Program | | | | | | | | | | | | |
| Hole Si | Hole Size Casing Size Casing weight/foot | | | ng weight/foot | Setting Depth Sacks of Cemen | | | | t Estimated TOC | | | |
| 17½ | | 1 | 13% | | 48 | 450 | | 440 | | Surface | | |
| 11 | | | 85/8 | | 32 4,80 | | 0 | 1800 | | Surface | | |
| 77/8 | | | 51/2 | | 17 | 12,700 | | 1200 | | | 4,800 | |
| | | | | + | | | | | | | | |
| 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. It is proposed to drill a 17½" hole to ±450' with FW, set 13¾" casing and cement casing back to surface. An 11" intermediate hole will then be drilled to ±4,800' w/brine-cut brine system and an 85%" casing string will be set and cemented back to surface. A 3000 psi annular preventer and 3000 psi dual ram BOP will be used on the intermediate hole. A 7½" hole will be drilled to an approximate TD of 12,700' w/FW mud. The 5½" casing will be set at TD and cemented back to the intermediate casing @ 5,000'. A 3000 psi annular preventer and a 5000 psi dual ram BOP will be used on the 7½" hole. Mud up will occur between 9,000' and 11,000' and several DST's are planned. The province of | | | | | | | | | | | | |
| 23 I hereby certify that the information given above is true and complete to the best of my knowledge and belief. Signature: | | | | 1 | OIL CONSERVATION DIVISION Approved by: ORIGINAL SIGNED BY CHRIS WILLIAMS | | | | | | | |
| Printed name: Jetrey D. Phillips | | | | | Title: DISTRICT I SUPERVISOR | | | | | | | |
| Title: V. P. Production | | | | | | Approval Date: SEP 2 2 19 Barpiration Date: | | | | | | |
| Dates | 50 | Conditions of Approval: | | | | | | | | | | |

Attached -

C-101 Instructions

Measurements and dimensions are to be in fee unches. Well locations will refer to the New Mexic. . rincipal Meridian.

IF THIS IS AN AMENDED REPORT CHECK THE BOX LABLED "AMENDED REPORT" AT THE TOP OF THIS DOCUMENT.

- Operator's OGRID number. If you do not have one it will be assigned and filled in by the District office.
- 2 Operator's name and address
- 3 API number of this well. If this is a new drill the OCD will assign the number and fill this in.
- 4 Property code. If this is a new property the OCD will assign the number and fill it in.
- 5 Property name that used to be called 'well name'
- 6 The number of this well on the property.
- 7 The surveyed location of this well New Mexico Principal Meridian NOTE: If the United States government survey designates a Lot Number for this location use that number in the 'UL or lot no.' box. Otherwise use the OCD Unit Letter.
- 8 The proposed bottom hole location of this well at TD

9 and 10 The proposed pool(s) to which this well is beeing drilled.

- 11 Work type code from the following table:
 - N New well
 - E Re-entry
 - D Drill deeper
 - P Plugback
 - A Add a zone
- 12 Well type code from the following table:
 - O Single oil completion
 - G Single gas completion
 - M Mutiple completion
 - I Injection well
 - S SWI) well
 - W Water supply well
 - C Carbon dioxide well
- 13 Cable or rotary drilling code
 - C Propose to cable tool drill
 - R Propose to rotary drill
- 14 Lease type code from the following table:
 - S State
 - P Private
- 15 Ground level elevation above sea level
- 16 Intend to mutiple complete? Yes or No
- 17 Proposed total depth of this well
- 18 Geologic formation at TD
- 19 Name of the intended drilling company if known.
- 20 Anticipated spud date.
- Proposed hole size ID inches, proposed casing OD inches, casing weight in pounds per foot, setting depth of the casing or depth and top of liner, proposed cementing volume, and estimated top of cement
- 22 Brief description of the proposed drilling program and BOP program. Attach additional sheets if necessary.
- 23 The signature, printed name, and title of the person

authorized to make this report. The date this report was signed and the telephone number to call for questions about this report.