District I

PO Box 1980, Hobbs, NM 88241-1980

District II

811 South First, Artesia, NM 88210

District III

1000 Rio Brazos Rd., Aztec, NM 87410

District IV

State of New Mexico Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION 2040 South Pacheco Santa Fe, NM 87505

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

5/15/99

2040 South Pacheco, Santa Fe, NM 87505 XX AMENDED REPORT APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE Operator Name and Address. OGRID Number David H. Arrington Oil & Gas, Inc. 005898 P.O. Box 2071 API Number Midland, Texas 79702 30 - 0 25-34536 ⁴ Property Code ⁴ Property Name Well No. 23888 Parachute Adams ⁷ Surface Location Township UL or lot no. Range Section Feet from the Lot Idn North/South line Feet from the East/West line County 16S 35E 18591 7771 South East Lea ⁸ Proposed Bottom Hole Location If Different From Surface UL or lot no. Lot Idn Feet from the North/South line Feet from the East/West line County 16S 35E 1450' 990' South East Lea Proposed Pool 1 H Proposed Pool 2 Wildcat-Morrow GA Undesignated North Shoe Bar-Atoka Work Type Code 12 Well Type Code " Cable/Rotary " Lease Type Code 15 Ground Level Elevation G P 39961 " Multiple 17 Proposed Depth " Formation " Contractor " Spud Date No 12,820 MD Atoka/Morrow

²¹ Proposed Casing and Cement Program

Casing Size	Casing weight/foot	Setting Depth	Sacks of Cement	Estimated TOC
13 3/8	48#	450 '	460 sxs	Circ.
9 5/8	40#	4800'		Circ.
7	23#, 26#, 29#	12,820 MD		1000' above up
		12,750 TVD		most pay
	13 3/8	13 3/8 48# 9 5/8 40#	13 3/8 48# 450' 9 5/8 40# 4800' 7 23#, 26#, 29# 12,820 MD	13 3/8 48# 450' 460 sxs 9 5/8 40# 4800' 1200 sxs 7 23#, 26#, 29# 12,820 MD 800 sxs

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.

Set Surface casing @ 450'. Circualte cement to surface. Install BOP. Test to 1000 psi. Set intermediate casing @ approximately 4800'. Cement. Install BOP. Test to 5000 psi. Drill 8 3/4" hole to 12,820'. DST any prospective pays. Run 7" production casing and cement.

Permit Expires 1 Year From Approval Date Unless Driking Underway

Peterson

²³ I hereby certify that the information given above is true and complete to the best of my knowledge and belief.	OIL CONSERVATION DIVISION Approved by:			
Signature:	Approved by:	# 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	The same	
Printed name: David H. Arrington	Title:			
Tide: President	Approval Date:	0.4 1900	Expiration Date:	