

I. REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT

|  |   |   |
|--|---|---|
| <sup>1</sup> Operator name and Address<br>Altura Energy Ltd.<br>P.O. Box 4294<br>Houston TX 77210-4294 |   | <sup>2</sup> OGRID Number<br>157984                               |
|  |   | <sup>3</sup> Reason for Filing Code<br>CO (1-1-94) & CH (3-01-97) |
| <sup>4</sup> API Number<br>30-025-07355  | <sup>5</sup> Pool Name<br>Hobbs; Grayburg/San Andres  |   |
|  | <sup>6</sup> Pool Code<br>31920                       |   |
| <sup>7</sup> Property Code<br>19520  | <sup>8</sup> Property Name<br>North Hobbs (G/SA) Unit |   |
|  | <sup>9</sup> Well Number<br>221                       |   |

II. <sup>10</sup> Surface Location

|                    |               |                 |              |          |                       |                           |                       |                        |               |
|--------------------|---------------|-----------------|--------------|----------|-----------------------|---------------------------|-----------------------|------------------------|---------------|
| UL or lot no.<br>F | Section<br>19 | Township<br>18S | Range<br>38E | Lot. Idn | Feet from the<br>2310 | North/South Line<br>North | Feet from the<br>2310 | East/West line<br>West | County<br>Lea |
|--------------------|---------------|-----------------|--------------|----------|-----------------------|---------------------------|-----------------------|------------------------|---------------|

<sup>11</sup> Bottom Hole Location

|                             |   |          |                                   |          |                                   |                  |                                    |                |                                     |
|-----------------------------|---|----------|-----------------------------------|----------|-----------------------------------|------------------|------------------------------------|----------------|-------------------------------------|
| UL or lot no.               | Section                                   | Township | Range                             | Lot. Idn | Feet from the                     | North/South Line | Feet from the                      | East/West line | County                              |
|                             |   |          |                                   |          |                                   |                  |                                    |                |                                     |
| <sup>12</sup> Lse Code<br>P | <sup>13</sup> Producing Method Code<br>TA |          | <sup>14</sup> Gas Connection Date |          | <sup>15</sup> C-129 Permit Number |                  | <sup>16</sup> C-129 Effective Date |                | <sup>17</sup> C-129 Expiration Date |

III. Oil and Gas Transporters *Expires 6/1/99*

|                                 |   |                   |                   |  |
|---------------------------------|---|-------------------|-------------------|--|
| <sup>18</sup> Transporter OGRID | <sup>19</sup> Transporter Name and Address                        | <sup>20</sup> POD | <sup>21</sup> O/G | <sup>22</sup> POD ULSTR Location and Description |
| 001009                          | ARCO PIPELINE<br>P.O. Box 1610<br>Midland TX 79702                | 2265310           | 0                 |  |
| 020667                          | SHELL PIPE LINE CORP<br>P O BOX 1910<br>MIDLAND TX 79701          | 2265310           | 0                 |  |
| 009171                          | GPM GAS CORP.<br>1030 Plaza Office Bldg.<br>Bartlesville OK 74004 | 2265330           | G                 |  |
|                                 |   |                   |                   |  |
|                                 |   |                   |                   |  |

IV. Produced Water

|                              |   |
|------------------------------|---|
| <sup>23</sup> POD<br>2265350 | <sup>24</sup> POD ULSTR Location and Description<br>Unit E, Sec. 29, T18S, R38E |
|------------------------------|---|

V. Well Completion Data

|                         |                                    |                         |                            |                            |
|-------------------------|------------------------------------|-------------------------|----------------------------|----------------------------|
| <sup>25</sup> Spud Date | <sup>26</sup> Ready Date           | <sup>27</sup> TD        | <sup>28</sup> PBSD         | <sup>29</sup> Perforations |
|                         |                                    |                         |                            |                            |
| <sup>30</sup> Hole Size | <sup>31</sup> Casing & Tubing Size | <sup>32</sup> Depth Set | <sup>33</sup> Sacks Cement |                            |
|                         |                                    |                         |                            |                            |
|                         |                                    |                         |                            |                            |
|                         |                                    |                         |                            |                            |
|                         |                                    |                         |                            |                            |

VI. Well Test Data

|                            |                                 |                         |                           |                             |                             |
|----------------------------|---------------------------------|-------------------------|---------------------------|-----------------------------|-----------------------------|
| <sup>34</sup> Date New Oil | <sup>35</sup> Gas Delivery Date | <sup>36</sup> Test Date | <sup>37</sup> Test Length | <sup>38</sup> Tbg. Pressure | <sup>39</sup> Csg. Pressure |
|                            |                                 |                         |                           |                             |                             |
| <sup>40</sup> Choke Size   | <sup>41</sup> Oil               | <sup>42</sup> Water     | <sup>43</sup> Gas         | <sup>44</sup> AOF           | <sup>45</sup> Test Method   |
|                            |                                 |                         |                           |                             |                             |

|   |  |                                  |  |
|---|--|----------------------------------|--|
| <sup>46</sup> 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.<br>Signature: <i>[Signature]</i> |  | <b>OIL CONSERVATION DIVISION</b> |  |
| Printed name:<br>Steve McVeigh  |  | Approved by: <i>[Signature]</i>  |  |
| Title:<br>Chief Operating Officer   |  | Title:                           |  |
| Date:<br>01-31-97   |  | Approval Date:                   |  |
| Phone:<br>(713) 544-4762  |  |                                  |  |

|  |  |  |                         |
|--|--|--|-------------------------|
| <sup>47</sup> If this is a change of operator fill in the OGRID number and name of the previous operator |  |  |                         |
| <i>[Signature]</i><br>Previous Operator Signature  |  | OGRID #020676 Shell Western E & P Inc. | CONTRACTLANDMAN 1-31-97 |
|  |  | Printed Name                           | Title Date              |