District I PO Box 1980, Hobbs, NM 88241-1980

District II PO Drawer DD, Artesia, NM 88211-0719

1000 Rio Brazos Rd., Azzec, NM 87410

District [II]

PO Box 2088, Santa Fe, NM 87504-2088

District IV

State of New Mexico Energy, Minerais & Natural Resources Department

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

Form C-101 Revised February 21, 1994 Instructions on back Submit to Appropriate District Office State Lease - 6 Copies

Fee Lease - 5 Copies

AMENDED REPORT

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE

	Operator Name and Address.					
Altura Energy	LTD	1	157984			
P.O. Box 4294 Houston, Texas	P.O. Box 4294 Houston, Texas 77210-4294					
⁴ Property Code	¹ Property Name		• Well No.			
19520	North Hobbs G/SA Unit		223			

7 Surface Location

Surface Ecounion											
UL or lot no.	Section	Township	Range	Lot Ida	Feet from the	North/South line	Feet from the	East/West line	County		
F	33	18 - S	38 – E		2000	North	2450	West	Lea		

⁸ Proposed Bottom Hole Location If Different From Surface

	Troposed Bottom Troid Bodanon II Butterior Troid Bodanon											
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County			
		' Propos	ed Pool I		<u> </u>	<u> </u>	¹⁴ Propo	sed Pool 2	<u> </u>			
Hobbs; Grayburg - San Andres												

" Work Type Code	12 Well Type Code	13 Cable/Rotary	14 Lease Type Code	¹³ Ground Level Elevation		
N	0	R	S	3642 '		
" Multiple	17 Proposed Depth	18 Formation	1° Contractor	²⁶ Spud Date		
No	4700'	San Andres	Key Energy	June, 1998		

²¹ Proposed Casing and Cement Program

Hole Size	Casing Size	Casing weight/foot	Setting Depth	Sacks of Cement	Estimated TOC
18	14	Conductor	40	50 sx	
12-1/4	8-5/8	24	1700	800 sx	Surface
7-7/8	5-1/2	15.5	4700	700 sx	Surface

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.

See attached for proposed drilling program

BOP Program 3000# Ram Preventer

Note: Well will be drilled closed loop - Altura intends to haul drilling fluids and cuttings to Parabo Inc., Eunice, New Mexico

28 I hereby certif- of my knowledge		above is true and complete to the best	OIL CONSERVATION DIVISION					
Signature:	Mark Stohe	us	Approved by:		ul Kayıtz	·•		
Printed name:	Mark Stephen		Title:		5010818E			
Title:	Business Ana	lyst (SG)	Approval E	21	1998	Expiration Date:		
Date: 4/1:	3/98	Phone: (281) 552-1158	Conditions of Appro	rvai :				

Proposed Drilling Program
North Hobbs G/SA Unit No. 33-223
Lea County, New Mexico

A 12-1/4" hole will be drilled from surface to approximately 1725'. This will allow for protection of all water zones and casing off of the Red Beds. A full string of 8-5/8", 24#, J-55 surface casing will be run and set 25' into the top of the Rustler Anhydrite with cement circulated to surface. The cement will be allowed to set for a minimum of eight (8) hours (minimum 500# compressive strength) and will then be tested to 1500 psi for 30 minutes before drilling resumes. After the casing is run and cemented, weld on 8-5/8" X 11" 3M casinghead housing and nipple up BOP stack (3000# Ram Preventer).

A 7-7/8" hole will be drilled out from surface casing point (1700') to +/- 4700' TVD. A full string of 5-1/2", 15.5#, J-55 casing will be run to TD and cemented to surface (casing test to 1500 psi will be done by the completion rig).

State of New Mexico

Energy, Minerals and Natural Resources Department

Form C-102 Revised February 10, 1994

Submit to Appropriate District Office
State Lease - 4 Copies

State Lease - 4 Copies Fee Lease - 3 Copies

DISTRICT II P.O. Drawer DD. Artesia, NM 88211-0719

DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410

DISTRICT IV P.O. BOX 2088, SANTA FE, N.M. 87504-2088

OIL CONSERVATION DIVISION

P.O. Box 2088

Santa Fe, New Mexico 87504-2088

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number	Pool Code	Pool Name				
30-025-34372	31920	31920 Hobbs; Grayburg - San Andre				
Property Code	Proper	Well Number				
19520	NORTH HOBBS G/SA Unit					
OGRID No. 157984	Operato ALTURA ENE	or Name RGY LTD.	Elevation 3642			

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
F	33	18 S	38 E		2000	NORTH	2450	WEST	LEA

Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
Dedicated Acres	Joint o	r Infill (Consolidation	Code Or	der No.				
40		I	U						

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

