District I

State of New Mexico

Form C-101 Revised March 17, 1999

1625 N. French Dr., Hobbs, NM 88240 Energy Minerals and Natural Resour District II 811 South First, Artesia, NM 88210 Submit to appropriate District Office Oil Conservation Division District III State Lease - 6 Copies 1000 Rio Brazos Road, Aztec, NM 87410 2040 South Pacheco Fee Lease - 5 Copies District IV Santa Fe, NM 87505 2040 South Pacheco, Santa Fe, NM 87505 |X| AMENDED REPORT APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE ² OGRID Number 1 Operator Name and Address 113315 Texland Petroleum - Hobbs, L.L.C ³API Number 777 Main Street, Ste. 3200 Fort Worth Tx 76102 6 Well No. ⁵ Property Name ⁴ Property Code 23 25<u>697</u> W.D. Grimes (NCT-A) ⁷ Surface Location East/West line Lot Idn Feet from the North/South line Feet from the County Section Township Range UL or lot no. West 2325 Lea 2370 North F 32 18S 38E ⁸ Proposed Bottom Hole Location If Different From Surface East/West line Feet from the North/South line Feet from the County Lot Idn Township UL or lot no. Section Range 10 Proposed Pool 2 ⁹ Proposed Pool 1 14 Lease Type Code 15 Ground Level Elevation 12 Well Type Code 13 Cable/Rotary 11 Work Type Code 36331 P R N 20 Spud Date 19 Contractor 18 Formation 17 Proposed Depth 16 Multiple Capstar Drilling 10/16/2001 Blinebry 6200 n ²¹ Proposed Casing and Cement Program

Hole Size	Casing Size	Casing weight/foot	Setting Depth	Sacks of Cement	Estimated TOC
12 1/4	8 5/8	24	1500	800	Surface
7 7/8	5 1/2	15.5	6200	1100	Surface

²² 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.

Texland plans to drill well to a total depth of 6,200' and complete as a Upper Blinebry injection well. Perf. from 5700 - 6100, set 2 2/3" tubing with a Tenstion Packer set @ 5600'. Will stimulate with acid treatment of the injection perforations. BOP Schematic attached.

INJECTION AUTHORITY ORDER # R-11638

		Permit Expires it Year From Approval Date Unless Drilling Underway		
²³ I hereby certify that the information give	en above is true and complete to the	OIL CONSERVATION DIVISION		
best of my knowledge and belief. Signature:	uto	Approved by:	Cantile Control of the Control of th	
Printed Name: Ann Burdette		Title:		
Title: Regulatory Technician		Approval Date:	Expiration Date:	
Date: 8/27/01	Phone: (817)336-2751	Conditions of Approval: Attached		