STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT UIL CONSERVATION DIVISION Form C-101 P. O. BOX 2088 Revised 10-1-78 DISTRIBUTION SANTA FE, NEW MEXICO 87501 SA. Indicate Type of Loase SANTA FE TATE FILE 5. State Oil & Gas Loans No. U.S.G.S. LAND OFFICE OPERATOR APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK 7. Unit Agreement Name DRILL DEEPEN PLUG BACK X b. Type of Well 8. Farm or Lease Name oit X SINGLE X MULTIPLE TURNER 2. Name of Operator 9. Well No. SHELL WESTERN E&P INC. 14 3. Address of Operator 10. Field and Pool, or Wildcat P. O. BOX 576, HOUSTON, TEXAS 77001 (WCK 4435) WANTZ ABO 2310 SCUTH 12. County LEA 19. Froposed Depth 7758' (TD) WANTZ ABO levelions (Show whether DF, KT, etc.) 21A. Kind & Status Plug. Bond 21B. Drilling Contractor 22. Approx. Date Work will start 3423' DF, 3412' GL BLANKET WORKOVER RIG UPON APPROVAL PROPOSED CASING AND CEMENT PROGRAM SIZE OF HOLE SIZE OF CASING WEIGHT PER FOOT SETTING DEPTH SACKS OF CEMENT EST. TOP 17-1/2" 13-3/8" 32.4# 224' 250 SURFACE 41" 32, 36# 8-5/8" 2906' 2000 SURFACE 7-7/8" 5-1/2" 15.5, 17# 7555' 500 52001 We propose to abandon the Hare Simpson & recomplete to the Wantz Abo. Pull production equipment. Set cmt retainer @ 7350'. Sqz Hare Simpson perf's 7412' - 7516' w/100 sx Class "C" cmt + .3% Halad-9 followed by 100 sx Class "C" cmt w/2% CaCl2. Spot 1 sx cmt on retainer. 4. Run base GR/Temp Survey from 7250' - 6850'. Tag btm. Circ hole clean w/2% KCl wtr. Perf Wantz Abo from 6907' - 7190' (1 JSPF, 74 holes). Acidize Abo perf's 6907' - 7190' w/5000 gals 15% HCl-NEA. Acid frac Abo perf's 6907' - 7190' w/30,000 gals 20% Titan XL Acid/5 w/30% CO2 + 40 BS. 9. Install production equipment and return well to production.

NABOVE SPACE DESCRIBE PROPOSED PROGRAM: IF PROPOSAL IS TO DEEPEN ON PLUG BACK, GIVE DATA ON PRESENT PRODUCTIVE ZONE AND PROPOSED NEW PROPOSE