

P. O. Box 1980
Hobbs, NM 88241-1980
District II - (505) 748-1283
811 S. First
Artesia, NM 88210
District III - (505) 334-6178
Rio Brazos Road
NM 87410
District IV

New Mexico
Energy Minerals and Natural Resources Department
Oil Conservation Division
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

Form C-140
Originated 11/1/90

Submit Original
Plus 2 Copies
to appropriate
District Office

~~XXXXXXXXXX~~ H-0520

1125

APPLICATION FOR
QUALIFICATION OF WELL WORKOVER PROJECT
AND CERTIFICATION OF APPROVAL

THREE COPIES OF THIS APPLICATION AND ALL ATTACHMENTS MUST BE FILED WITH THE APPROPRIATE DISTRICT OFFICE OF THE OIL CONSERVATION DIVISION.

- I. Operator: Titan Resources I, Inc. OGRID #: 150661
Address: 500 West Texas, Suite 500, Midland, Texas 79701
Contact Party: Pete Wilkinson Phone: 915 498-8642
- II. Name of Well: L. G. Warlick #3 API #: 30-025-23953
Location of Well: Unit Letter P, 660 Feet from the South line and 330 feet from the East line,
Section 18, Township 21S, Range 37E, NMPM, Lea County
- III. Date Workover Procedures Commenced: 4-14-98
Date Workover Procedures were Completed: 4-29-98

- IV. Attach a description of the Workover Procedures undertaken to increase the projection from the Well.

Attach an estimate of the production rate of the Well (a production decline curve or other acceptable method, and table showing monthly oil and/or gas Project Production) based on at least twelve (12) months of established production which shows the future rate of production based on well performance prior to performing Workover.

- VI. Pool(s) on which Production Projection is based: Blinebry
PENROSE KELLY GRAYBURG
DAINKARD

VII. AFFIDAVIT:

State of Texas)
) ss.
County of Midland)

Pete Wilkinson, being first duly sworn, upon oath states:

- I am the Operator or authorized representative of the Operator of the above referenced Well.
- I have made, or caused to be made, a diligent search of the production records which are reasonably available and contain information relevant to the production history of this Well.
- To the best of my knowledge, the data used to prepare the Production Projection for this Well is complete and accurate and this projection was prepared using sound petroleum engineering principles.

Pete Wilkinson
(Name)

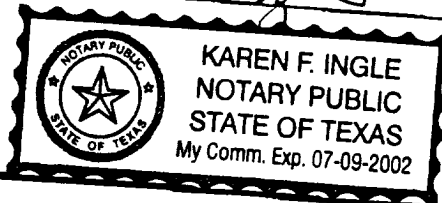
Engineer
(Title)

meP

SUBSCRIBED AND SWORN TO before me this 11th day of November, 1998

Karen F. Ingle
Notary Public

My Commission expires: 7-9-02



FOR OIL CONSERVATION DIVISION USE ONLY:

VIII. CERTIFICATION OF APPROVAL:

This Application for Qualification of Well Workover Project is hereby approved and the above referenced Well is designated as a Well Workover Project pursuant to the "Natural Gas and Crude Oil Production Incentive Act" (Laws 1998, Chapter 15, Sections 1 through 8). The Oil Conservation Division hereby verifies the Production Projection for the Well Workover Project attached to this application. By copy of this Application and Certification of Approval, the Division notifies the Secretary of the Taxation and Revenue Department of this Approval and certifies that this Well Workover Project has been completed as of 4-29, 1998

Paul G. Kautz
District Supervisor, District 1
Oil Conservation Division

Date: 11/30/98

IX. DATE OF NOTIFICATION TO THE SECRETARY OF THE TAXATION AND REVENUE DEPARTMENT.

DATE: _____

DISTRICT I
P.O. Box 1980, Hobbs, NM 88240

DISTRICT II
P.O. Drawer DD, Artesia, NM 88210

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

OIL CONSERVATION DIVISION

2040 Pacheco St.
Santa Fe, NM 87505

WELL API NO. 30-025-23953
Indicate Type of Lease STATE ☐ FEE ☒
State Oil & Gas Lease No.
Lease Name or Unit Agreement Name L. G. WARLICK
Well No. 3
Pool name or Wildcat BLINEBRY, DRINKARD, PENROSE SKELLY

SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)	
Type of Well: OIL WELL ☒ GAS WELL ☐ OTHER	
Name of Operator TITAN RESOURCES I, INC.	
Address of Operator 500 W. TEXAS, STE 500, MIDLAND, TEXAS 79701	
Well Location Unit Letter <u>P</u> <u>660</u> Feet From The <u>SOUTH</u> Line and <u>330</u> Feet From The <u>EAST</u> Line Section <u>18</u> Township <u>21S</u> Range <u>37E</u> NMPM <u>LEA</u> County	
Elevation (Show whether DF, RKB, RT, GR, etc.) 3498' GR	

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Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐
PULL OR ALTER CASING ☐
OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ PLUG AND ANBANDONMENT ☐
CASING TEST AND CEMENT JOB ☐
OTHER: TREAT FOR SCALE ☒

Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work) SEE RULE 1103.

4/14/98 MIRU, POH w/pump & rods. Install BOP. POH w/tbg.
4/19/98 RIH w/rbp & pkr, set rbp @ 5914'. Test rbp to 3000 psi. PU & set pkr @ 5457'.
4/21/98 Pump 600 gals scale converter. SION.
4/22/98 Swab back load. Acidize Blinebry perfs 5576-5873' w/2000 gallons.
4/23/98 Swab back load.
4/24/98 Squeeze Blinebry w/110 gals scale inhibitor. SION.
4/25/98 Release pkr & rbp.
4/25/98 Re-set rbp @ 3850'. Test rbp to 3000 psi. Set pkr @ 3652'.
4/25/98 Pump 110 gals scale converter. SION.
4/28/98 Acidize Penrose Skelly 3723-84' w/1000 gals.
4/29/98 Squeeze Penrose Skelly w/110 gals scale inhibitor. SION.
5/1/98 Return well to production.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Shirley Melton TITLE Engineering Tech DATE 07-27-98
TYPE OR PRINT NAME Shirley Melton TELEPHONE NO. (915)498-8604

(This space for State Use)

ORIGINAL SIGNED BY CHRIS WILLIAMS
DISTRICT I SUPERVISOR

APPROVED BY _____ TITLE _____ DATE NOV 06 1998

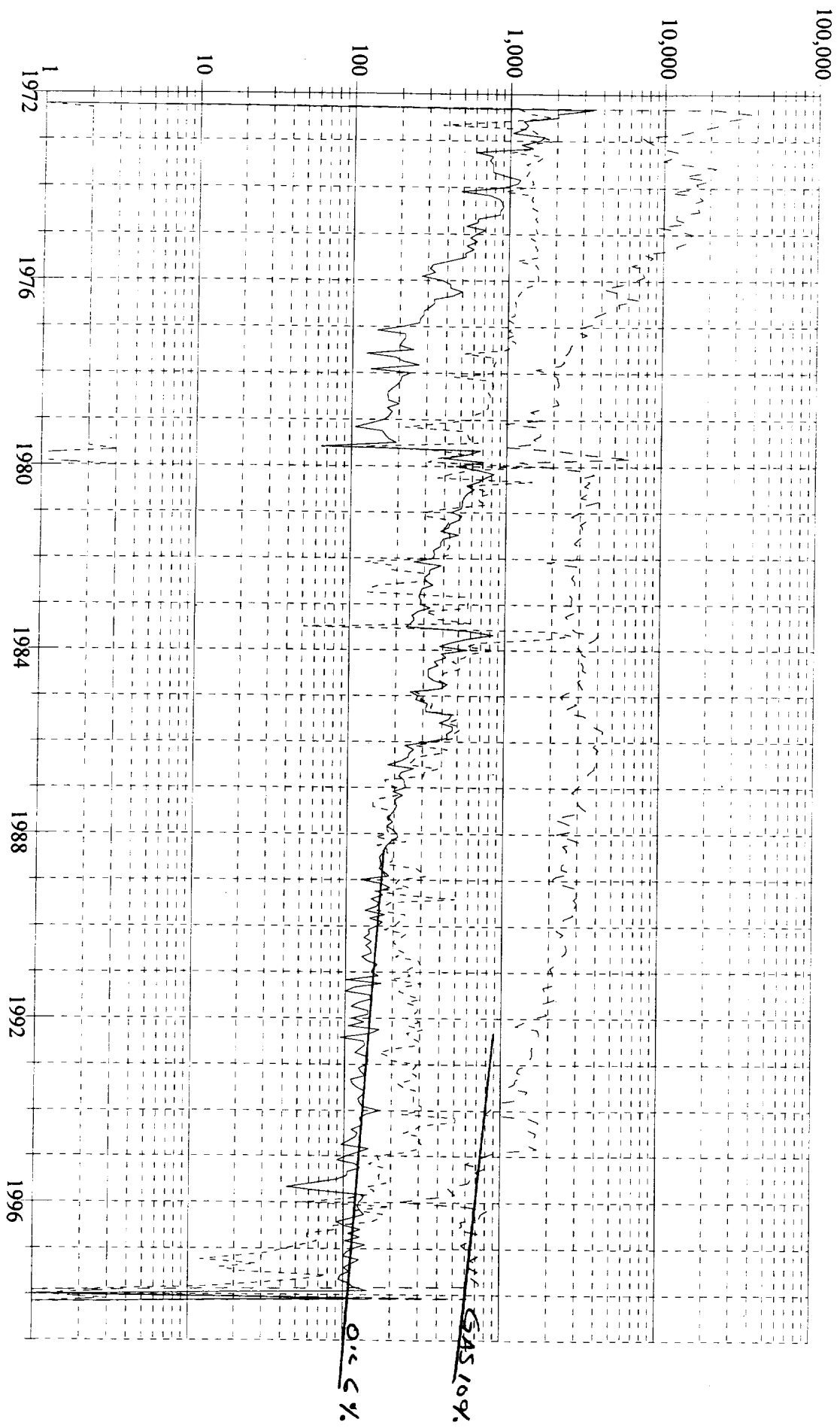
CONDITIONS OF APPROVAL, IF ANY:

Oil
Gas
Water
Wells

Field: N/A

Lease: L. G. WARRICK WELL #3

Production Rate vs Time
For the Period 01/1972 to 12/1998 | API: 30025239530000



DD/MM/YY or MM/DD/YY

Reported Oil Production = 103,402 Bbls
Reported Gas Production = 1,249,294 Mcf
Reported Water Production = 169,746 Bbls

Time

TITAN RESOURCES I, INC.

PRODUCTION PROJECTION

WELL: L. G. Warlick # 3

POOL: DHC- Penrose Skelly (50350), Blinebry (06660), Drinkard (19190)

DATE	Oil, BBLS	Gas, MCF
Jul-98	102	600
Aug-98	101	595
Sep-98	101	590
Oct-98	100	585
Nov-98	100	580
Dec-98	99	575
Jan-99	99	571
Feb-99	98	566
Mar-99	98	561
Apr-99	98	556
May-99	97	552
Jun-99	97	547
Jul-99	96	543
Aug-99	96	538
Sep-99	95	534
Oct-99	95	529
Nov-99	94	525
Dec-99	94	520
Jan-00	93	516
Feb-00	93	512
Mar-00	92	508
Apr-00	92	503
May-00	91	499
Jun-00	91	495
Jul-00	90	491
Aug-00	90	487
Sep-00	90	483
Oct-00	89	479
Nov-00	89	475
Dec-00	88	471
Jan-01	88	467
Feb-01	87	463
Mar-01	87	459
Apr-01	86	455
May-01	86	451
Jun-01	86	448
Jul-01	85	444
Aug-01	85	440
Sep-01	84	437

Oct-01	84	433
Nov-01	83	429
Dec-01	83	426
Jan-02	83	422
Feb-02	82	419
Mar-02	82	415
Apr-02	81	412
May-02	81	408
Jun-02	81	405
Jul-02	80	402
Aug-02	80	398
Sep-02	79	395
Oct-02	79	392
Nov-02	79	388
Dec-02	78	385
Jan-03	78	382
Feb-03	77	379
Mar-03	77	376
Apr-03	77	372
May-03	76	369
Jun-03	76	366
Jul-03	75	363
Aug-03	75	360
Sep-03	75	357
Oct-03	74	354
Nov-03	74	351
Dec-03	74	348
Jan-04	73	345
Feb-04	73	342
Mar-04	72	340
Apr-04	72	337
May-04	72	334
Jun-04	71	331
Jul-04	71	328
Aug-04	71	326
Sep-04	70	323
Oct-04	70	320
Nov-04	70	318
Dec-04	69	315
Jan-05	69	312
Feb-05	69	310
Mar-05	68	307
Apr-05	68	305
May-05	68	302
Jun-05	67	300
Jul-05	67	297
Aug-05	67	295
Sep-05	66	292
Oct-05	66	290

Nov-05	66	287
Dec-05	65	285
Jan-06	65	283
Feb-06	65	280
Mar-06	64	278
Apr-06	64	276
May-06	64	273
Jun-06	63	271
Jul-06	63	269
Aug-06	63	266
Sep-06	62	264
Oct-06	62	262
Nov-06	62	260
Dec-06	61	258
Jan-07	61	256
Feb-07	61	253
Mar-07	61	251
Apr-07	60	249
May-07	60	247
Jun-07	60	245
Jul-07	59	243
Aug-07	59	241
Sep-07	59	239
Oct-07	59	237
Nov-07	58	235
Dec-07	58	233
Jan-08	58	231
Feb-08	58	229
Mar-08	57	227
Apr-08	57	225
May-08	57	224
Jun-08	57	222
Jul-08	56	220
Aug-08	56	218
Sep-08	56	216
Oct-08	56	214
Nov-08	55	213
Dec-08	55	211
Jan-09	55	209
Feb-09	55	207
Mar-09	54	206
Apr-09	54	204
May-09	54	202
Jun-09	54	200
Jul-09	53	199
Aug-09	53	197
Sep-09	53	196
Oct-09	53	194
Nov-09	52	192

Dec-09	52	191
Jan-10	52	189
Feb-10	52	187
Mar-10	51	186
Apr-10	51	184
May-10	51	183
Jun-10	51	181
Jul-10	50	180
Aug-10	50	178
Sep-10	50	177
Oct-10	50	175
Nov-10	50	174
Dec-10	49	172
Jan-11	49	171
Feb-11	49	170
Mar-11	49	168
Apr-11	49	167
May-11	48	165
Jun-11	48	164
Jul-11	48	163
Aug-11	48	161
Sep-11	48	160
Oct-11	47	159
Nov-11	47	157
Dec-11	47	156
Jan-12	47	155
Feb-12	47	153
Mar-12	46	152
Apr-12	46	151
May-12	46	150
Jun-12	46	148
Jul-12	46	147
Aug-12	45	146
Sep-12	45	145
Oct-12	45	143
Nov-12	45	142
Dec-12	45	141
Jan-13	44	140
Feb-13	44	139
Mar-13	44	138
Apr-13	44	136
May-13	0	0