District I PO Box 1980, Hobbs, NM 88241-1980 District II PO Drawer DD, Artesia, NM 88211-0719 District III 1000 Rio Brazos Rd., Aztec, NM 87410 District IV PO Box 2068, Santa Fe, NM 87504-2088

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 10, 1994 Instructions on back Submit to Appropriate District Office State Lease - 6 Copies Fee Lease - 5 Coples

AMENDED REPORT

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE ¹ OGRID Number Operator Name and Address. 025616 Zia Energy Inc. ³ API Number P.O. Box 2219 30 · 0 25 - 22163 88241 Hobbs, NM • Well No. ⁴ Property Code ³ Property Name 10 Cole State 013024 ⁷ Surface Location Feet from the North/South line Feet from the East/West Las Cosaty Lot Ida Township Range UL or lot no. Section 2310' 990' West Lea 16 22S 37E North Ε ⁸ Proposed Bottom Hole Location If Different From Surface Lot Ida Feet from the North/South fine Feet from the East/West line Constr Range Section Township UL or lot no. ¹⁰ Proposed Pool 2 Proposed Pool 1 Eunice San Andres Southwest 14 Ground Level Elevation. Work Type Code 11 Well Type Code 13 Cable/Rotary ¹⁴ Lense Type Code 3394' GL Ρ WSU Ρ 0 ¹⁸ Formation ¹⁰ Spud Date 14 Multiple " Proposed Depth " Contractor Eunice Well 11/20/95 4000 San Andres No ²¹ Proposed Casing and Cement Program Casing weight/foot Setting Depth Sacks of Cement Hole Size **Casing Size Estimated TOC** C-105 Same As Original Describe the proposed program. If this application is to DEEPEN or PLUG BACK give the data on the present productive some and proposed new productive zone. Describe the blowout prevention program, if any. Use additional sheets if necessary. 1. Rig up well service unit. Install BOP. Pressure test csg. 2. Perforate San Andres zones as needed down to 4000'. 3. Stimulate San Andres perfs. as needed. 4. Equip to pump. Place on production to test. Permit Expires 6 Months From Appreval Date Unices Plug back ³³ I hereby certify that the information given above is true and complete to the best OIL CONSERVATION DIVISION of my knowledge and belief. Signature: Approved by: Leson arres ORIGINAL SIGNED BY JERRY SEXTON Tille: Printed name DISTRICT I SUPERVISOR Farris Nelson Expiration Date: Title: Approval Date: 2.0 199 NOV President Date: Phone: 505/393-2937 Conditions of Approval : 11/17/95

Attached 0