

District I
PO Box 1980, Hobbs, NM 88241-1980
District II
811 South First, Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico
Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION
2040 South Pacheco
Santa Fe, NM 87505

Form C-101
Revised October 18, 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

¹ Operator Name and Address. Zia Energy, Inc. PO Box 2510 Hobbs, NM 88241		² OGRID Number 025616
		³ API Number 30 - 025-34043
⁴ Property Code 013034	⁵ Property Name Simmons	⁶ Well No. 3

⁷ Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
G	5	22s	37e		1650	North	1650	East	Lea

⁸ Proposed 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
⁹ Proposed Pool 1 Penrose Skelly Grayburg					¹⁰ Proposed Pool 2				

¹¹ Work Type Code E P	¹² Well Type Code O	¹³ Cable/Rotary	¹⁴ Lease Type Code P	¹⁵ Ground Level Elevation 3438
¹⁶ Multiple No	¹⁷ Proposed Depth 3800	¹⁸ Formation Grayburg	¹⁹ Contractor	²⁰ Spud Date

²¹ Proposed Casing and Cement Program

Hole Size	Casing Size	Casing weight/foot	Setting Depth	Sacks of Cement	Estimated TOC
17 1/2"	13 3/8	48	400	415	Circulated
11	8 5/8	32	3220	995	Circulated

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.

Drill out cement plug at 3170 to 3270.
Set 100' cement plug at 3750-3850 (Top of San Andres).
Stimulate open hole section as necessary.
Put on production.

Permit Expires 1 Year From Approval
Date Unless ~~Drilling~~ Underway
Plug-Back

²³ I hereby certify that the information given above is true and complete to the best of my knowledge and belief. Signature: <i>Scott Nelson</i> Printed name: Scott Nelson Title: Engineer Date: 6/20/00		OIL CONSERVATION DIVISION Approved by: <i>Chris William</i> Title: ORIGINAL SIGNED BY CHRIS WILLIAM: DISTRICT SUPERVISOR Approval Date: <i>6/20/00</i> Expiration Date: <i>6/20/01</i> Conditions of Approval : Attached <input type="checkbox"/>	
Phone: 393-3271			

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Fee Lease - 3 Copies

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-025-34043	² Pool Code 50350	³ Pool Name Penrose Skelly Grayburg
⁴ Property Code 013034	⁵ Property Name Simmons	⁶ Well Number 3
⁷ OGRID No. 025616	⁸ Operator Name Zia Energy, Inc.	⁹ Elevation 3438

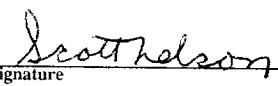
¹⁰ Surface Location

UL or lot no. G	Section 5	Township 22s	Range 37e	Lot Idn	Feet from the 1650	North/South line North	Feet from the 1650	East/West line East	County Lea
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¹¹ 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
¹² Dedicated Acres 40	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ Order No.						

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

¹⁶					¹⁷ OPERATOR CERTIFICATION <i>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief</i>  Signature Scott Nelson Printed Name Engineer Title Date 6/20/00
					¹⁸ SURVEYOR CERTIFICATION <i>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under</i> Date of Survey Signature and Seal of Professional Surveyer: Certificate Number