

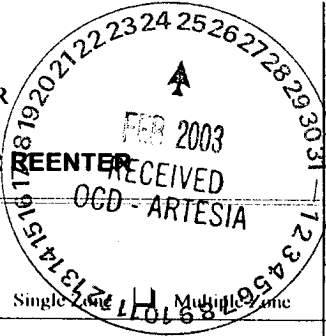
N.M. Oil Cons. DIV-Dist. 2
1301 W. Grand Avenue
Artesia, NM 88210

File

Form 3160-3
(September 2001)

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL OR REENTER



FORM APPROVED
OMB No. 1004-0136
Expires January 31, 2004

1a. Type of Work: <input checked="" type="checkbox"/> DRILL <input type="checkbox"/> REENTER		5. Lease Serial No. NM 7724
1b. Type of Well: <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input checked="" type="checkbox"/> Single Zone <input type="checkbox"/> Multiple Zone		6. If Indian, Allottee or Tribe Name N/A
2. Name of Operator Cabal Energy Corporation 194930		7. If Unit or CA Agreement, Name and No. N/A 32002
3a. Address Midland, TX 79701 415 W. Wall, Ste 1700	3b. Phone No. (include area code) 915-682-0440	8. Lease Name and Well No. Henshaw 18 Fed #1
4. Location of Well (Report location clearly and in accordance with any State requirements. *) At surface 1320 FWL & 1235' FNL At proposed prod. zone Same (C) 512		9. API Well No. 30-015-32654
14. Distance in miles and direction from nearest town or post office* 7 miles NW of the Village of Loco Hills, New Mexico		10. Field and Pool, or Exploratory Wildcat, McArrow
15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) 1320'		11. Sec., T., R., M., or Blk. and Survey or Area Section 18, T-16-S, R-30-E
16. No. of Acres in lease 2480		12. County or Parish Eddy
17. Spacing Unit dedicated to this well 320 (N/2 of Section 18)		13. State NM
18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. 330'		20. BLM/BIA Bond No. on file NM 2860
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 3761' GL		22. Approximate date work will start* 2-17-03
		23. Estimated duration 45 days

24. Attachments

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, shall be attached to this form:

- | | |
|---|--|
| 1. Well plat certified by a registered surveyor. | 4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above). |
| 2. A Drilling Plan. | 5. Operator certification. |
| 3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office). | 6. Such other site specific information and/or plans as may be required by the authorized officer. |

25. Signature:	Name (Printed/Typed) Randell K. Ford	Date 1-20-03
Title President		

Approved by (Signature):	Name (Printed/Typed) JOE G. LARA	Date FEB 24 2003
Title ACTING FIELD MANAGER		
Office CARLSBAD FIELD OFFICE		

Application approval does not warrant or certify the the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Conditions of approval, if any, are attached.

APPROVAL FOR 1 YEAR

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

*(Instructions on reverse)

Revised Controlled Water Basin

APPROVAL SUBJECT TO
GENERAL REQUIREMENTS AND
SPECIAL STIPULATIONS
ATTACHED

DISTRICT I
P.O. Box 1980, Hobbs, NM 88241-1980

DISTRICT II
P.O. Drawer DD, Artesia, NM 88211-0719

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

DISTRICT IV
P.O. BOX 2088, SANTA FE, N.M. 87504-2088

State of New Mexico
Energy, Minerals and Natural Resources Department

OIL CONSERVATION DIVISION
P.O. Box 2088
Santa Fe, New Mexico 87504-2088

Form C-102
Revised February 10, 1994
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

WELL LOCATION AND ACREAGE DEDICATION PLAT

☐ AMENDED REPORT

API Number	Pool Code	Pool Name
Property Code	Property Name HENSHAW "18" FED. COM.	Well Number 1
GRID No. 194930	Operator Name CABAL ENERGY CORPORATION	Elevation 3761'

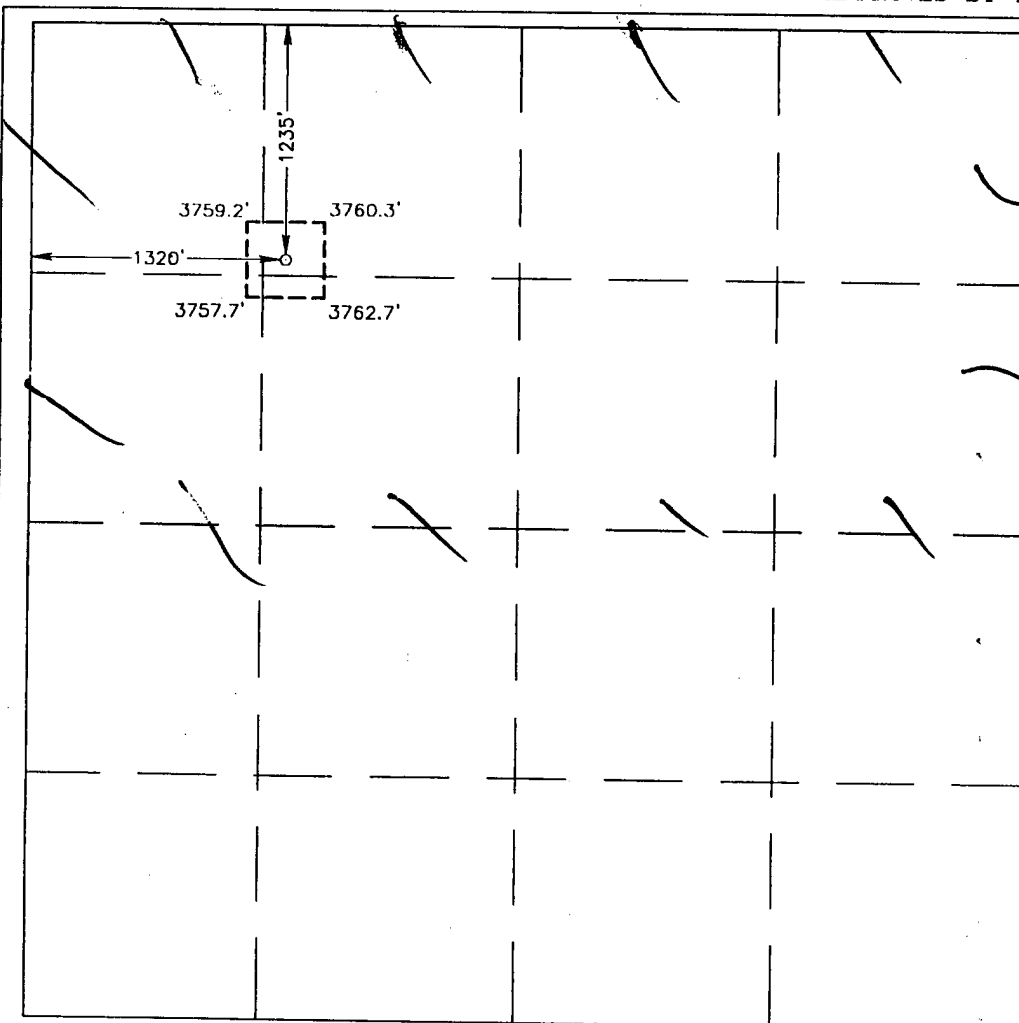
Surface Location

UL or lot No. C	Section 18	Township 16-S	Range 30-E	Lot Idn	Feet from the 1235	North/South line NORTH	Feet from the 1320	East/West line WEST	County EDDY
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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
Dedicated Acres	Joint or Infill	Consolidation Code	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



OPERATOR CERTIFICATION

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

Randell K Ford
Signature

Randell K. Ford

Printed Name

President

Title

1-20-03

Date

SURVEYOR CERTIFICATION

I hereby certify that the well location shown
on this plat was plotted from field notes of
actual surveys made by me or under my
supervision, and that the same is true and
correct to the best of my belief.

JANUARY 11, 2003

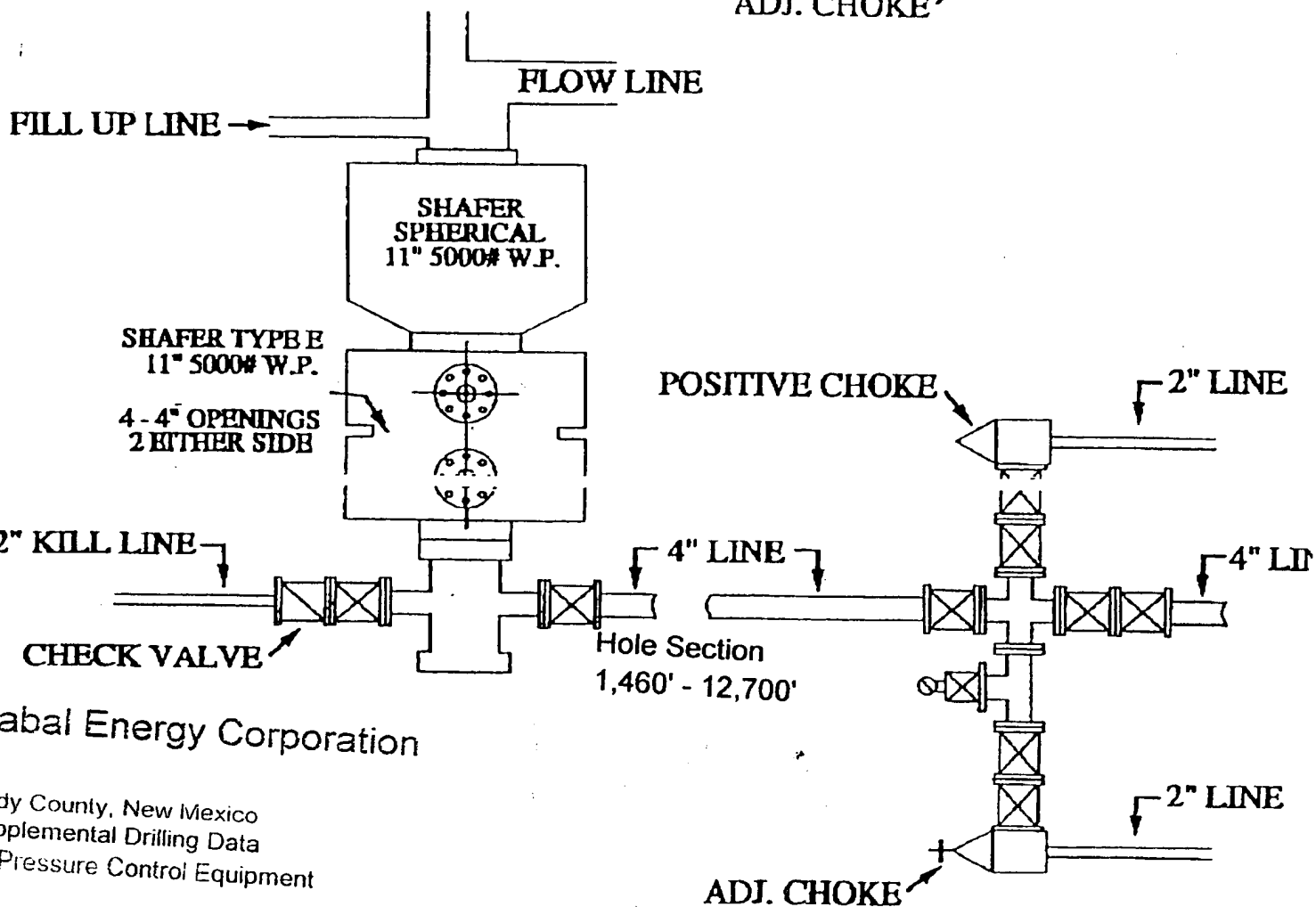
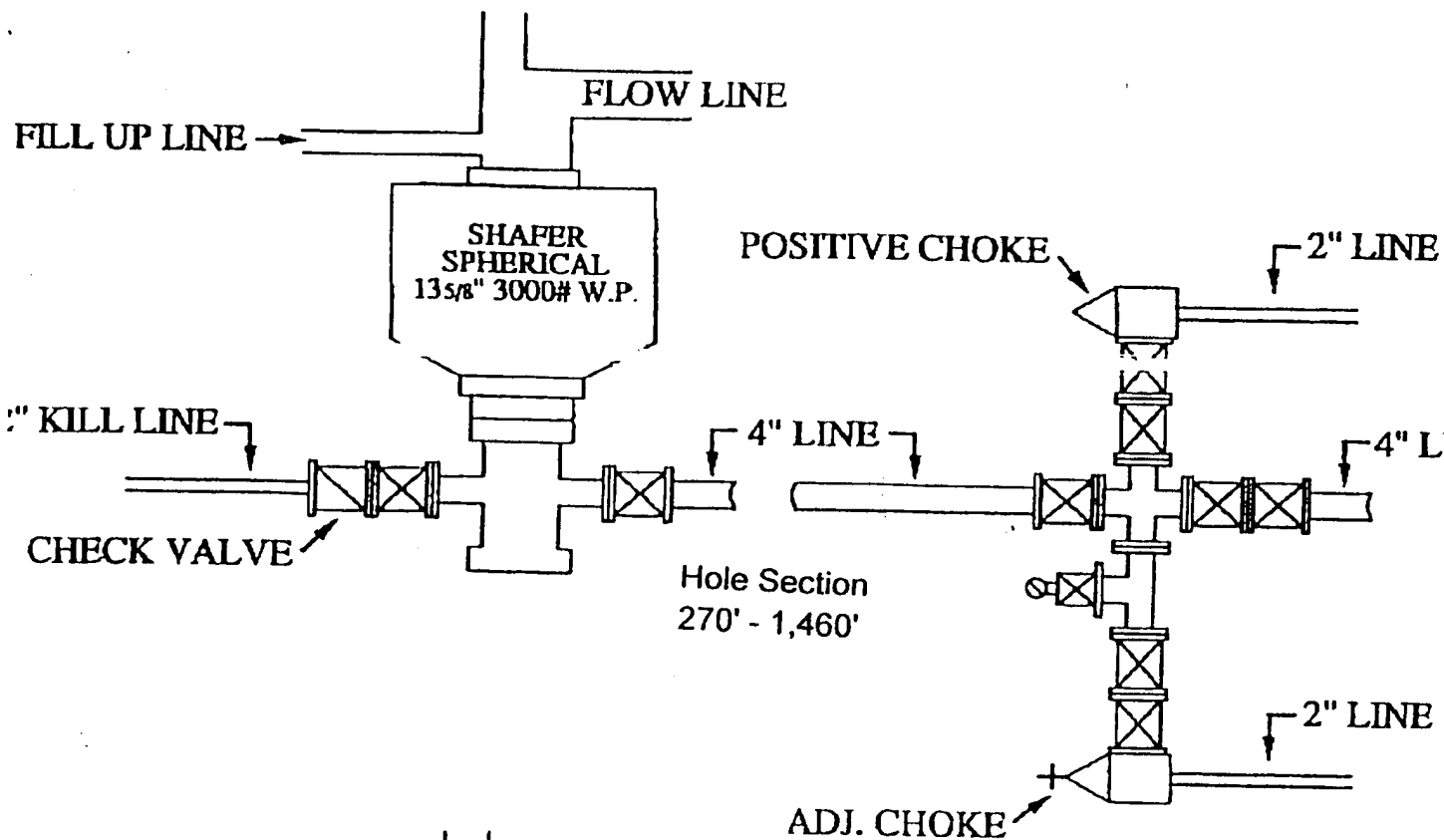
Date Surveyed L.A.

Signature & Seal of
Professional Surveyor

Ronald J. Eidson
4/13/03
0311.0032

Certificate No. RONALD J. EIDSON 3239
GARY EIDSON 12641

Exhibit E
Surface Use & Operations Plan



Cabal Energy Corporation

Eddy County, New Mexico
Supplemental Drilling Data
5. Pressure Control Equipment