

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

OIL CONSERVATION DIVISION  
P.O. Box 2088

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

Santa Fe, New Mexico 87504-2088

REQUEST FOR ALLOWABLE AND AUTHORIZATION  
TO TRANSPORT OIL AND NATURAL GAS

I. Operator

|                                                                  |                                                                                                                   |
|------------------------------------------------------------------|-------------------------------------------------------------------------------------------------------------------|
| Bannon Energy Incorporated                                       | Well APT No.<br>30-039-24755                                                                                      |
| Address<br>3934 F.M. 1960 West, Suite 240, Houston, Texas 77068  |                                                                                                                   |
| Reason(s) for Filing (Check proper box)                          |                                                                                                                   |
| New Well <input type="checkbox"/>                                | Change in Transporter of: <input checked="" type="checkbox"/> Other (Please explain)                              |
| Recompletion <input type="checkbox"/>                            | Oil <input type="checkbox"/> Dry Gas <input type="checkbox"/> Change Well Name From Federal 13-3 to Lybrook South |
| Change in Operator <input type="checkbox"/>                      | Casinghead Gas <input type="checkbox"/> Condensate <input type="checkbox"/> Well #7.                              |
| If change of operator give name and address of previous operator |                                                                                                                   |

II. DESCRIPTION OF WELL AND LEASE

|                             |                 |                                                  |                                        |                        |
|-----------------------------|-----------------|--------------------------------------------------|----------------------------------------|------------------------|
| Lease Name<br>Lybrook South | Well No.<br>7   | Pool Name, Including Formation<br>Lybrook Gallup | Kind of Lease<br>State, Federal or Fee | Lease No.<br>SF-078360 |
| Location                    |                 |                                                  |                                        |                        |
| Unit Letter<br>I            | 1772            | Feet From The<br>South                           | Line and<br>813                        | Feet From The<br>East  |
| Section<br>13               | Township<br>23N | Range<br>7W                                      | NMFM,                                  | Rio Arriba             |
|                             |                 |                                                  |                                        | County                 |

III. DESIGNATION OF TRANSPORTER OF OIL AND NATURAL GAS

|                                                                                                         |                                                                            |                                                                                                                                  |             |            |                                   |                  |
|---------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------|-------------|------------|-----------------------------------|------------------|
| Name of Authorized Transporter of Oil<br>Giant Refining Company                                         | <input checked="" type="checkbox"/> or Condensate <input type="checkbox"/> | Address (Give address to which approved copy of this form is to be sent)<br>P.O. Box 9156, Phoenix, AZ 85068                     |             |            |                                   |                  |
| Name of Authorized Transporter of Casinghead Gas<br>Bannon Energy Incorporated                          | <input checked="" type="checkbox"/> or Dry Gas <input type="checkbox"/>    | Address (Give address to which approved copy of this form is to be sent)<br>3934 F.M. 1960 West, Suite 240, Houston, Texas 77068 |             |            |                                   |                  |
| If well produces oil or liquids, give location of tanks.                                                | Unit<br>I                                                                  | Sec.<br>13                                                                                                                       | Twp.<br>23N | Rge.<br>7W | It gas actually connected?<br>YES | When?<br>8/19/90 |
| If this production is commingled with that from any other lease or pool, give commingling order number: |                                                                            |                                                                                                                                  |             |            |                                   |                  |

IV. COMPLETION DATA

|                                     |                             |          |                 |          |                   |           |            |            |
|-------------------------------------|-----------------------------|----------|-----------------|----------|-------------------|-----------|------------|------------|
| Designate Type of Completion - (X)  | Oil Well                    | Gas Well | New Well        | Workover | Deepen            | Plug Back | Same Res'v | Diff Res'v |
| Date Spudded                        | Date Compl. Ready to Prod.  |          | Total Depth     |          | P.B.T.D.          |           |            |            |
| Elevations (IDF, RKB, RT, GR, etc.) | Name of Producing Formation |          | Top Oil/Gas Pay |          | Tubing Depth      |           |            |            |
| Perforations                        |                             |          |                 |          | Depth Casing Shoe |           |            |            |
| TUBING, CASING AND CEMENTING RECORD |                             |          |                 |          |                   |           |            |            |
| HOLE SIZE                           | CASING & TUBING SIZE        |          | DEPTH SET       |          | SACKS CEMENT      |           |            |            |
|                                     |                             |          |                 |          |                   |           |            |            |
|                                     |                             |          |                 |          |                   |           |            |            |
|                                     |                             |          |                 |          |                   |           |            |            |

V. TEST DATA AND REQUEST FOR ALLOWABLE

OIL WELL (Test must be after recovery of total volume of lost oil and must be equal to or exceed top allowable for this depth or be for full 24 hours.)

|                                 |                           |                                               |
|---------------------------------|---------------------------|-----------------------------------------------|
| Date First New Oil Run To Tank  | Date of Test              | Producing Method (Flow, pump, gas lift, etc.) |
| Length of Test                  | Producing Rate            | Casing Pressure                               |
| Actual Prod. During Test        | Oil/Gas Ratio             | Water - Oil Ratio                             |
| GAS WELL                        |                           | Grav. of Condensate                           |
| Actual Prod. Test - MCF/D       | Length of Test            | Casing Pressure (Shut-in)                     |
| Testing Method (flow, back pr.) | Tubing Pressure (Shut-in) | Orifice Size                                  |

VI. OPERATOR CERTIFICATE OF COMPLIANCE

I hereby certify that the rules and regulations of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief.

Signature: R. A. Chabaud  
R.A. Chabaud, Vice President-Operations  
Printed Name  
October 25, 1990  
Date  
(713)537-9000  
Telephone No.

OIL CONSERVATION DIVISION  
NOV 05 1990  
Date Approved  
By: Brian J. Chabaud  
SUPERVISOR DISTRICT #3  
Title

INSTRUCTIONS: This form is to be filed in compliance with Rule 1104

- Request for allowable for newly drilled or deepened well must be accompanied by tabulation of deviation tests taken in accordance with Rule 111.
- All sections of this form must be filled out for allowable on new and recompleted wells.
- Fill out only Sections I, II, III, and VI for changes of operator, well name or number, transporter, or other such changes.