

District I - (505) 393-6161
P. O. Box 1980
Hobbs, NM 88241-1980
District II - (505) 748-1283
811 S. First
Artesia, NM 88210
District III - (505) 334-6178
1000 Rio Brazos Road
Aztec, 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 11/1/95

Submit Original
Plus 2 Copies
to appropriate
District Office

8/23
H-0122

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.

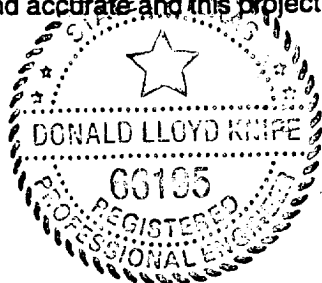
- I. Operator: ARCO PERMIAN OGRID #: 000990
Address: P. O. Box 1610, Midland, Texas 79702-1610
Contact Party: Mr. David Newell, O/A Engineer Phone: (915) 688-5446
- II. Name of Well: J. R. PHILLIPS "B" No. 5 API #: 30-025-05777
Location of Well: Unit Letter E, 1980 Feet from the North line and 990 feet from the West line,
Section 31, Township T9S, Range 37E, NMPM, Lea County
- III. Date Workover Procedures Commenced: October 08, 1995
Date Workover Procedures were Completed: October 19, 1995
- IV. Attach a description of the Workover Procedures undertaken to increase the production from the Well.
- V. 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: Eumont (Yates, Seven Rivers, Queen)

VII. AFFIDAVIT:

State of Texas)
County of Midland) ss.

Donald L. Knipe, 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.



Donald L. Knipe
(Name) Donald L. Knipe, PE
Consulting Petroleum Engineer - ARCO Permian
(Title)