

APPLICATION FOR AUTHORIZATION TO INJECT

- I. Purpose: Secondary Recovery Pressure Maintenance Disposal Storage
Application qualifies for administrative approval? yes no
- II. Operator: Shahara Oil, LLC
- Address: 207 West McKay Carlsbad, NM 88220
- Contact party: Perry L. Hughes Phone: 505-885-5433
- III. Well data: Complete the data required on the reverse side of this form for each well proposed for injection. Additional sheets may be attached if necessary.
- IV. Is this an expansion of an existing project? yes no
If yes, give the Division order number authorizing the project R-2749.
- V. Attach a map that identifies all wells and leases within two miles of any proposed injection well with a one-half mile radius circle drawn around each proposed injection well. This circle identifies the well's area of review.
- * VI. Attach a tabulation of data on all wells of public record within the area of review which penetrate the proposed injection zone. Such data shall include a description of each well's type, construction, date drilled, location, depth, record of completion, and a schematic of any plugged well illustrating all plugging detail.
- VII. Attach data on the proposed operation, including:
1. Proposed average and maximum daily rate and volume of fluids to be injected;
 2. Whether the system is open or closed;
 3. Proposed average and maximum injection pressure;
 4. Sources and an appropriate analysis of injection fluid and compatibility with the receiving formation if other than reinjected produced water; and
 5. If injection is for disposal purposes into a zone not productive of oil or gas at or within one mile of the proposed well, attach a chemical analysis of the disposal zone formation water (may be measured or inferred from existing literature, studies, nearby wells, etc.).
- *VIII. Attach appropriate geological data on the injection zone including appropriate lithologic detail, geological name, thickness, and depth. Give the geologic name, and depth to bottom of all underground sources of drinking water (aquifers containing waters with total dissolved solids concentrations of 10,000 mg/l or less) overlying the proposed injection zone as well as any such source known to be immediately underlying the injection interval.
- IX. Describe the proposed stimulation program, if any.
- * X. Attach appropriate logging and test data on the well. (If well logs have been filed with the Division they need not be resubmitted.)
- * XI. Attach a chemical analysis of fresh water from two or more fresh water wells (if available and producing) within one mile of any injection or disposal well showing location of wells and dates samples were taken.
- XII. Applicants for disposal wells must make an affirmative statement that they have examined available geologic and engineering data and find no evidence of open faults or any other hydrologic connection between the disposal zone and any underground source of drinking water.
- XIII. Applicants must complete the "Proof of Notice" section on the reverse side of this form.
- XIV. Certification
- I hereby certify that the information submitted with this application is true and correct to the best of my knowledge and belief.
- Name: Perry L. Hughes Title: Executive Officer
Signature: Perry L. Hughes Date: 07/13/00

* If the information required under Sections VI, VIII, X, and XI above has been previously submitted, it need not be duplicated and resubmitted. Please show the date and circumstance of the earlier submittal.

ATTACHMENT TO OCD FORM C-108

SHAHARA OIL, LLC
GRAYBURG JACKSON PREMIER SAND UNIT

- I. Purpose - Application is made for authorization to expand injection of water and to institute micro-emulsion flooding into the Premier Sand of the Grayburg formation underlying the Grayburg Jackson Premier Sand Unit in Sections 27, 28, 33, 34 & 35 of Township 17 South, Range 30 East, Eddy County, New Mexico, as shown on the attached Exhibit "A". The proposed project is an enhanced recovery program designed to economically recover additional oil reserves to the benefit of all parties holding an interest in the Lease Area.
- II. Operator - Shahara Oil, LLC
207 W McKay, Carlsbad, NM 88220
- III. Injection Well Data - The required well data and schematic diagrams of Grayburg Jackson Premier Sand Unit AD No. 12, FG No. 1, ME No. 1, MB No. 3, MB No. 1, MB No. 5, BB No. 1, FG No. 2, AD No. 8, AD No. 9, AD No. 1, AD No. 3, AD No. 6 and MA No. 2 are enclosed as Exhibit "B".
- IV. Oil Conservation Commission Order R-2749 dated July 29, 1964 remains in effect.
- V. Maps - The attached Exhibit "A" and Exhibit "A-1" identify the proposed injection wells, the Area of Review within one-half mile of a proposed injection well, and all wells and leases within two miles of a proposed injection well.
- VI. Well Data - The well data for the wells within the Area of Review is attached as Exhibit "C" and the well data and schematic diagrams for all plugged and abandoned well bores within the Area of Review are attached as Exhibit "D".
- VII. Proposed Operations:
 - 1. Proposed average daily injection rate - 250 BWPD/well
Proposed maximum daily injection rate - 500 BWPD/well
 - 2. A closed injection system will be maintained.
 - 3. An average injection pressure of approximately 1800 psi is anticipated. The maximum injection pressure will be subject to the injection pressures authorized by the Oil Conservation Division.
 - 4. The proposed injection fluid will consist of water produced by wells in the Grayburg Jackson Premier Sand Unit, from Beeson "F" Federal wells operated by Shahara Oil, LLC and from produced water purchased from other operators in the immediate area.

- VIII. Geological Data - The injection interval is in the Premier Sand formation at a depth of approximately 3100 to 3300 feet. The Premier Sand is quartz sand with dolomitic cementation. The surface formation is Cretaceous and has no known sources of drinking water in this area.
- IX. Stimulation - Small acid treatments of about 2000 gallons per well have been sufficient to open the perforations for injection. Some of the wells proposed to be converted to injectors have been shot or fraced previously.
- X. Logging Data - The available logs are those on file with the Oil Conservation Division from the original operators of the wells and those furnished the Oil Conservation Division and the Bureau of Land Management by Shahara Oil, LLC.
- XI. Fresh Water Wells - No fresh water wells are located in the area of review.
- XII. Not applicable.
- XIII. Proof of Notice - Copies of this C-108 Application have been mailed to the surface owner, the grazing permittee and to each leasehold operator within one-half mile of the proposed injection wells. An Affidavit of such notice is attached Exhibit "E". Copies of the return receipts will be furnished upon request.

Exhibit "A"

Shahara Oil, LLC
Attachment to OCD Form C-108

Area of Review

Area of Review

Exhibit "A-1"

Shahara Oil, LLC
Attachment to OCD Form C-108

Area of Review

1832

76 PSO GENEIMER

١٦٩

卷之三

卷之三

CAY

卷之三

卷之三

Environ Biol Fish (2006) 79:1–10

卷之三

卷之三

HAWTHORNE'S FAIR E. ASTON, ET AL.

8 213

卷之三

113

“*Die Schmetterlinge*”

Gedenkblatt

卷之三

卷之三

38 | 4000 (F2A)

דבורה

1 40.39 3 40.37 21 30.33 1 40.38

卷之三

Exhibit "B"

Well Data and
Schematic Diagrams of
Proposed Injection Wells

Shahara Oil, LLC
Attachment to OCD Form C-108

Exhibit "B"

Attachment to Grayburg Jackson Premier Sand Unit C-108

Operator - Well Name Location	Completion Date	TD	Casing Size	Casing Depth	Cement Sacks	WIW Pkr @	Present Interval	Stimulation	Current Status
Shahara Oil LLC Grayburg Jackson PSU AD No. 12 330' FNL & 330' FWL Unit D Section 27-T17S-R30E									Pending
Shahara Oil LLC Grayburg Jackson PSU FG No. 1 330' FNL & 330' FWL Unit D Section 34-T17S-R30E	05/31/39	3360'	8 1/4"	557'	50SX	2890'	3297'-3308'	90gts Nitro	WIW
Shahara Oil LLC Grayburg Jackson PSU ME No. 1 990' FSL & 1650' FEL, Unit O Section 28-T17S-R30E	1950	3418'	8 1/4"	500'	50SX	2998'	3180'-3190'	190qts Nitro. Acid w/3,000gls pentol 200. Frac w/12bbbls HCL, 74 bbbls crude, 97bbbls crude w/ 50,000# Ottawa sand	WIW
Shahara Oil LLC Grayburg Jackson PSU MB No. 3 990' FSL & 1650' FWL, Unit N Section 27-T17S-R30E	07140	3252	8 1/4"	660'	50SX	3110	3235'-3252'	160qts Nitro Frac w/24bbbls kero, 25bbbls crude 8,040gls refined oil w/10,600# sand	WIW
Shahara Oil LLC Grayburg Jackson PSU MB No. 1 990' FSL & 330' FWL Unit M Section 27-T17S-R30E	07138	3265'	8 1/4"	535'	50SX	2840'	2900'-3265'	Acid w/2500gls 15% NEFE	Shut In
Shahara Oil LLC Grayburg Jackson PSU MB No. 5 990' FSL & 2310' FEL, Unit O Section 27-T17S-R30E	01/41	3257	8 1/4"	685'	50SX	3075'	3142'-3250'	Acid w/2500gls 15% NEFE acid.	Shut In
Shahara Oil LLC Grayburg Jackson PSU BB No. 1 330' FNL & 990' FEL, Unit A Section 33-T17S-R30E									WIW
Shahara Oil LLC Grayburg Jackson PSU BB No. 1 330' FNL & 990' FEL, Unit A Section 33-T17S-R30E	11/21/41	3507	8 1/4"	660'	50SX	3268'-3295'	130qts Nitro, 1,000gls 15% NEFE Frac w/43bbbls crude, 10,250gls refined oil, 5,450gls crude w/ 25,000# sand	Producing	
Shahara Oil LLC Grayburg Jackson PSU FG No. 2 330' FNL & 1650' FWL, Unit C Section 34-T17S-R30E									
Shahara Oil LLC Grayburg Jackson PSU AD No. 8 330' FNL & 2140' FEL, Unit B Section 34-T17S-R30E	06/03/65	3261'	8 5/8"	546'	100SX	3166'	3241'-3281'	Acid w/2500gals 15% NEFE	Shut In WIW
Shahara Oil LLC Grayburg Jackson PSU AD No. 9 330' FNL & 640' FEL, Unit A Section 34-T17S-R30E	08/15/65	3332'	8 5/8"	550'	100SX	3184'	3260'-3295'	Acid w/2500gls 15% NEFE	Shut In WIW

Exhibit "B"

Proposed Injection Well Data
Attachment to Grayburg Jackson Premier Sand Unit C-108

SHAHARA OIL, LLC

GRAYBURG JACKSON PSU "AD" #12
Unit "D" SEC. 27 T7S R30E

PENDING INJECTION WELL

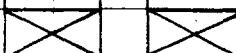
TO Bed 2000

12 $\frac{1}{4}$ " Hole

1 8 $\frac{5}{8}$ " 24# @ 500' CMT Circ.

PROJECTED Top GRAYBURG
@ 2800'

Projected Top Premier SW
@ 3040'
7 $\frac{7}{8}$ " Hole TD 3500'



5 $\frac{1}{2}$ " 15.5# NW AD-1 PKR TO BE
SET @ ~3000' w/ NEW 2 $\frac{3}{8}$ "
COATED TBG.

Projected Premier SW Perfs
3050'-3200' - Acidize w/ 2500gpm
5 $\frac{1}{2}$ " 15% NEFE
5 $\frac{1}{2}$ " 15.5# TO SET @ 3500' w/
CMT 100' ABOVE 8 $\frac{5}{8}$ " SHOE.

1/7/2000

SHAHARA OIL, LLC

GRAYBURG JACKSON PSU "FG" #1
Unit "D" SEC 34 T17S R30E

DRILL 5/39

Precisely Injecting

18 1/4" 28# SA 557' w/ 50SY

TOC @ 1656' (CALC. 1.25F)

TOD GRAYBURG @ 2920'



BAKER INJECTION PER SA 2890'
w/ 2 3/8" COATED TBG
7" 20# SA 2947' w/ 100SY

TD 3360'

6/7/2000

SHAHARA OIL, LLC

GRAYBURG JACKSON PSU "ME" #1
UNIT "O" SEC 28 T17S R30E

PRESENTLY INJECTING

18¹/₄" 32# SA 500' w/ 50 SY
TOC BEHIND 7" CSG @ 513'

Brown Liner Hanger @ 1517'

7" 20# SA 1642' w/ 70 SY

TOP GRAYBURG @ 2840

TOP Premier @ 3084'

PBT DC @ 3196'

TD 3418'

BAKER AD-1 Pkr SA 2998' w/
2³/₈" COATED TBG
5¹/₂" 14# LINER SET FROM 1517 - 3171
w/ 55 SY - CIRC CMT

7/11/00

SHAHARA OIL, LLC

GRANBURY JACKSON PSU "MB" #3
Unit "N" SEC. 27 T17S R30E

DRL 7/40

Presently Injecting

18'1/4" 24# SA 660' w/ 50 SY

TOC @ 1556 (CALC.)

TOP GRANBURY @ 2882'

TOP PREMIER SINCE 3132'

TD 3252'

7" 20# JOHNSON TENSION PKR SA
3110' w/ 2 3/8" COATED TBG

7" 20# SA 3169' w/ 100 SY.

H 7/12/00

SHAHARA OIL LLC
GRAYBURN JACKSON PSU "MB" #1
UNIT "M" SEC 27 T17S R230E

DRL 7/38

INJECTION COMPLETION
AWAITING AUTHORIZATION

18 1/4" 32# SA 535' w/ 50SK.

TOC BEHIND 7" @ 1676' (CALC.)

TOP GRAYBURN @ 2880'



7" 20# NEW AD-1 TENSION PKR SA
2840' w/ NEW 2 3/8" GATED TBG.

7" 20# SA 2900' w/ 100SK

TD 3265'

7/11/00

SHAHARA OIL, LLC

GRAYBURG JACKSON PSU "MB" #5
Unit "O" Sec 27 T17S R30E

Drill 1/41

Inspection Completion
Awaiting Authorization

1 8 1/4" 24# SA 685' w/ 50SY

TOC @ 1516' (calc.) Behind 7"

Top Grayburg @ 2902'

Top Premium SW @ 3130'

4 1/2" 10.5# AD-1 PDR SA 3075'
w/ 2 3/8" COATED TBG

PENF. 3142-3250'
(14 Holes)

TD 3257'

7" 20# SA 3131' w/ 100 SY

4 1/2" 10.5# SA 3251' w/ 280 SY-Circ.

\$712.00

SHAHARA OIL, LLC

GRAYBURG JACKSON PSU "BB" #1

UNIT "A" SEC 33 T17S R230E

DRILL 11141

Presently Producing

1 8¹/₈" 24# SA 660' w/ 50 SY

TOC @ 1938' (CALC.)

TOP GRAYBURG @ 2900'

TOP Premier SW @ 3155'

7" 20# SA 3160' w/ 100 SY

PBD 3295'

TP 3507

Propose TO:

1. ACIDIZE OPEN HOLE
2. RUN & SET NEW AD-1 TENSION PKR
AND NEW 2 3/8" COATED TBG AT
ABOUT 3100'

4/7/00

SHAHARA OIL, LLC

GRAYBURG JACKSON PSU "FG" #2
UNIT "C" SEC. 34 T17S R230E

DRL 6/41

INJECTION COMPLETION
AWAITING AUTHORIZATION

8 1/4" 24# SA 699' w/50SX

TDC @ 1560 BEHIND 7" (CALC.)

TOP GRAYBURG @ 2887'

TOP PREMIER SWC @ 3150'

PERF 3160-3268 (12 Holes)

TD 3281'



SET 4 1/2" 10.5 AD-1 PKR @ 3118'
w/ 2 3/8" COATED TBG.

7" 20# SA 3178' w/100SX

4 1/2" 10.5# SA 3281' w/300SX-Circ

7/12/00

SHAHARA OIL, LLC

GRAYBURG JACKSON PSU "AD" #8

UNIT "B" SEC. 34 T17S R30E

DRL 6/65

INJECTION Completion

AWAITING AUTHORIZATION

! 8 $\frac{1}{8}$ " 24# SA 546' w/100SY

{ TOC @ 2165' (cav.)

TOP GRAYBURG 2862'

TOP Premium SW @ 3085'

TD 3281'

5 $\frac{1}{2}$ " 14# AD-1 PKR SA 3166' w/

2 $\frac{3}{8}$ " PLASTIC Coated TBG

5 $\frac{1}{2}$ " 14# SA 3241' w/150SY

7/12/00

SHAHARA OIL, LLC

GRAYBURN DRILLING PSU "AD" #9

UNIT "A" SEC 34 175 R30E

DRL 8165

Injection Completion

Awaiting Authorization

1 85/8" 24# SA 550' w/100sx

TOC @ 2184' (CALC.)

TOP GRAYBURN @ 2895'

TOP Premier SW @ 3155'

SET 5 1/2" 14# Tension Pkz @ 3184'
w/ NEW 2 3/8" COATED INJ TBG.

PBD 3300'
TD 3332'

5 1/2" 14# SA 3260' w/150sx

7/11/00

PHILLIPS PETROLEUM CO.

GJWFU Tr AD#1

Unit "F" Sec 27 T17S R30E

WILLIAMSON PETROLEUM CONSULTANTS INC
LUBBOCK TEXAS 79423

PAGE NO. 1 OF 1

Perf @ 250' - Pump

275Sx - Circ.

Perf @ 350' - Pump

493Sx - TAG @ 260'

Perf @ 570' - Pump

100Sx - TAG @ 480'

Perf CSG @ 1290' - SQ

w/ 75Sx. SG Plug

1290' - 1190' TAG

@ 1160'

Drill 8/43

P&A 11/93

FUGO ANNULUS w/cm³

8 1/8" CSG SA 520' w/ 75Sx

SET CICR @ 2290'

SQ w/ 120Sx

SET PLUG 2290-2200'

TOC CALC @ 1772' (1.25 SF)

Junc in Hole Below 2300'

7" SA 3063 w/ 100Sx

TD 3522'

8" Hole

Propose TO:

1. CLEAN OUT TO TD

2. RUN 4 1/2" 10.5" CSG TO TD AND CIRC CM³, LOG

3. Perf Premier Sq ~ 3050' - 3200' & ACIDIZE

4. RUN 4 1/2" 10.5" NEW AD-1 PKR & NEW

2 3/8" COATED TBG AND SET PKR @ 3000'

11/6/00

SHAHARA OIL, LLC

GRAYBURN JACKSON PSU "AD" #3
Unit "C" Sec. 27 T17S R30E

DRL 4/44

Presently Producing

1 8⁵/₈" SA 529' w/505x

7" 20# RE-RUN & CMT @ 1897' w/505x
(Produced 7-Rivers)

7" BACKED OFF & PULLED FROM 2005'
TOC @ 2094' (CALC. w/1.25F)

TOP GRAYBURN @ 2864'

5¹/₂" 14# SA 2755'

TOP Premier SW @ 3042'

7" 20# SA 3072' w/1005x

PBTID 3182'

TD 3210'

Propose To:

1. Refement 5¹/₂"
2. Perf Add'l Premier Sand Intervals Behind 7"
3. Acidize Perfs & Open Hole
4. Run & Set New AD-1 Tension Perfs

AND NEW 2³/₈" CORDED TBG WITHIN 100' OF TOP PERF.

4/11/00

SHAHARA OIL, LLC

GRAYBURG JACKSON PSU "AD" #6
UNIT "E" SEC. 27 T17S R30E

DRL 4/65

PRESIDENTLY PRODUCING

1 8^{5/8}" SA 580' w/100 SY

TOC 2043 (CALC.)

TOP GRAYBURG @ 2779'

TOP PREMIER SWC 2984"

PERF 3087-91, 3107-09

5^{1/2}" 14# SA 3119' w/150 SY

TD 7^{7/8}" @ 3171'

Propose To:

1. ADD PERFS IN PREMIER SWC 2990 - 3070'

2. ACIDIZE PERFS

3. RUN & SET NEW AD-1 TENSION PKR

AND NEW 2^{3/8}" COATED TBG WITHIN
100 FT OF TOP PERF.

4/7/100

Governor American Oil Co. of Tx.

GRANBURY JACKSON PSU TR "MA" #2

Unit "H" SEC 28 T7S R30E

WILSON PETROLEUM CONSULTANTS INC
P.O. BOX 10000 DALLAS, TX 75236

100% OWNED BY THE WILSON FAMILIES

DRILL 7/65

PEA 9/75

SET CMT PLUG 25'-0'

8 5/8" 24# SA 547' w/ 50SY

SET CMT PLUG 1250-1150'

TOC CALC @ 2181' (SF 1.25)

TOP GRANBURY @ 2775'

SET CMT PLUG 2800-2725'

SET CIBP @ 2800'

TOP PREMIER SW @ 2974'

5 1/2" 14# SA 3095' w/ 150SY

TD 3135'

Proposed To:

1. CLEAN OUT TO TD 3135'
2. TEST CSG - REPAIR IF NECESSARY
3. ADD PERFS 3010 - 3095
4. ACIDIZE PERFS & OPEN HOLE
5. RUN 5 1/2" 14# AD-1 PKR & 2 3/8" NEW COATED

\$717/00

TBG & SET @ ± 2950'

Exhibit "C"

**Well Data for
Wells Within the
Area of Review**

**Shahara Oil, LLC
Attachment to OCD Form C-108**

Exhibit "C"

**Attachment to Grayburg Jackson Premier Sand Unit C-1088
Area of Review Well Data**

Exhibit "C" Area of Review Well Data

Attachment to Grayburg Jackson Premier Sand Unit C-108

Exhibit "C"

Attachment to Grayburg Jackson Premier Sand Unit C-108

Operator - Well Name Location	Completion Date	TD	PBT D	Casing Size	Casing Depth	Cement Sacks	Top of Cement	WIVW Pkr @	Producing Interval	Stimulation	Current Status
Mack Energy Corporation Federal "X" #4 330' FSL & 990' FWL, Unit M Section 21-T17S-R30E	09/07/52	1880'	N/A	8 5/8"	525' 7"	505x 1774'	505x 844'		1799-1850'	Acid w/200qts Nitro.	Producing
Mack Energy Corporation Federal "X" #3 330' FSL & 1650' FWL, Unit N Section 21-T17S-R30E	02/14/52	1880	N/A	8 5/8"	552' 7"	505x 1805'	505x 875'		1820-1855'	Acid w/27.5qts Nitro.	Producing
The Eastland Oil Co. Jo Federal #1 430' FSL & 1650' FWL, Unit O Section 21-T17S-R30E	08/25/85	3300'	3160'	8 5/8"	331'	300sx		2556'-3048'	Acid w/2,500qts 15% NEFE acid	Frac w/30,000qts 2% KCl gel, H2O	Producing
Seely Oil Co. General American Federal #1 330' FNL & 1980' FWL, Unit C Section 35-T17S-R30E	06/10/73	3550'	3508"	8 5/8"	519'	100sx		3225-3336'	Acid w/750 qts 15% NEFE	Frac w/80,000qts gel H2O &	Producing
Shahara Oil LLC Grayburg Jackson PSU AD #9 330' FNL & 640' FEL, Unit A Section 34-T17S-R30E	08/15/65	3332'	3300'	8 5/8"	550'	100sx		3260'-3300'	Acid w/600qts 20% reg acid.		Producing
Anadarko Petroleum Corporation Arnold Federal Com. #1 1980' FNL & 1980' FEL, Unit G Section 34-T17S-R30E	02/27/82	11552'	11550'	13 3/8"	418'	400sx		11398-11434'	None		Producing
Nadel & Gussman Permian LLC Beeson Federal #1-Y 2160' FNL & 2160' FEL, Unit G Section 33-T17S-R30E	07/14/87	3650'	3627"	8 5/8"	525'	350sx		3276'-3498'	Acid w/1,500qts acid	Frac w/50,000qts H2O & 56,000# sand	Producing
Shahara Oil LLC Maddren E Federal #2 990' FSL & 1650' FWL, Unit N Section 28-T17S-R30E	03/05/81	3350'	N/A	8 5/8"	494'	335sx		1980'-3170'	Frac w/10,000qts gel H2O	w/100,000# 20/40 sand	Producing
Shahara Oil LLC Maddren A Federal #5 1650' FNL & 2310' FEL, Unit G Section 28-T17S-R30E	02/05/81	3330'	N/A	8 5/8"	497'	335sx		2833'-3244'	Acid w/1,800qts 15% NEFE	Frac w/95,000qts gel H2O w/95,000# sand & 1,000qts 15% acid	Producing
Shahara Oil LLC Grayburg Jackson PSU MB #6 1650' FSL & 1650' FEL, Unit J Section 27-T17S-R30E	06/27/41	3234	3100'	8 5/8"	693'	505x		3195'-3234'	Shot w/190 qts nitro	Treated w/8bbis crude, 31bbis Kero	TAD
					7"	3126'	100sx	1267'	1,000qts refined oil w/14# sand per gal.		

Exhibit "C"

**Attachment to Grayburg Jackson Premier Sand Unit C-1088
Area of Review Well Data**

Exhibit "C"

Attachment to Grayburg Jackson Premier Sand Unit C-108

Operator - Well Name Location	Completion Date	TD	PBTD	Casing Size	Casing Depth	Cement Sacks	Top of Cement Cement	WIV Pkr @	Producing Interval	Stimulation	Current Status	
Pendragon Energy Part Inc. Grayburg Jackson Tract 7B #2 2310 FSL & 330' FEL, Unit I Section 27-T17S-R30E	04/18/57	3253'	N/A	8 5/8"	507'	50sx	2491'		3192'-3224'	Frac w/sand-oil 5,000# sand & 5,000# gelled oil.	Producing	
MNA Enterprises LTD. Co. Seigent 4 330' FNL & 330' FEL, Unit A Section 27-T17S-R30E	01/11/51	2073'	2023	8 1/4"	505'	50sx	25sx	1435'		1950'-1995'	Acid w/180gls Nitro.	Producing
Shahara Oil LLC Grayburg Jackson PSU BB #1 330' FNL & 330' FEL, Unit A Section 33-T17S-R30E	11/27/41	3507	3295	8 1/4"	660'	50sx	1301'		3268'-3295'	Acid w/130gls Nitro, 1000gls 15% NEFE Frac w/43bbis crude, 10,250gls refined oil, 5,450gls crude w/	Producing	
Shahara Oil LLC Grayburg Jackson PSU FG #1 330' FNL & 330' FWL, Unit D Section 34-T17S-R30E	05/31/39	3360'	N/A	8 1/2"	557'	50sx	1087'	2890'	3297'-3308'	Acid w/90gls Nitro.	WIV	
Shahara Oil LLC Grayburg Jackson PSU ME #1 990' FSL & 1650' FEL, Unit O Section 28-T17S-R30E	1950	3418'	3200'	8 5/8"	500'	30sx	1511'		3180'-3190'	Acid w/190gbs Nitro, 3000gls Pentol 200 Frac w/12bbis HCL, 74bbis crude 970bbis crude w/50,000# Ottawa sand	WIV	
Shahara Oil LLC Grayburg Jackson PSU AD #8 330' FNL & 2140' FEL, Unit B Section 34-T17S-R30E	06/03/65	3261'	3151	8 5/8"	546'	100sx	2098'		2038'-2510'	Acid w/500gls 20% reg acid.	TAD	
Shahara Oil LLC Grayburg Jackson PSU MB #3 990' FSL & 1650' FWL, Unit N Section 27-T17S-R30E	03/29/54	3252	N/A	8 1/4"	660'	50sx	1310'	3100'	3235'-3252'	Acid w/160gbs Nitro Frac w/2bbis Kero, 25bbis crude 8,040gbs refined oil w/10,600# sand flush w/50bbis crude.	WIV	
Pendragon Energy Part Inc. Grayburg Jackson Tract 6 #3 660' FNL & 1986' FEL, Unit B Section 27-T17S-R30E	10/03/43	3190		8 1/4"	450'	275sx	100sx	1112'	3143'-3185'	Acid w/130gls Nitro.	WIV	
Shahara Oil LLC Grayburg Jackson PSU MA #6 330' FSL & 50' FEL, Unit P Section 28-T17S-R30E	05/09/58	3700'	3410'	8 5/8"	520'	410sx	1023sx	Circ	3418'-3566'	Acid w/5000 gals 15% NEFE.	Producing	
Maddien B Federal #11 1310' FNL & 1310' FWL, Unit D Section 27-T17S-R30E	05/15/98	5002'	4958'	8 5/8"	523'	544sx			3867'-4068'	Acid w/3000 gals 15% NEFE Acid w/1500 gals 15% NEFE	Producing	
				5 1/2"	5000'	1775x	Circ		4042'-4510'	Reacidized w/25gals 15% NEFE		

Exhibit "C"

Area of Review Well Data

Operator - Well Name	Completion Date	TD	PBTD	Casing Size	Casing Depth	Cement Sacks	Top of Cement	WIW Pkr @	Producing Interval	Stimulation	Current Status
Shahara Oil LLC.											
Maddren B Federal #15	04/21/98	3702'		8 5/8"	521'	310sx			2025-2061'	Acidized w/500 gals Ferccheck w/hall sealers. Frac w/18,900 gals 20# Delta w/19,000# 20/40 &	Producing
330° FSL & 1310° FEL Unit P				5 1/2"	3699'	1092sx	Circ				
Section 27-T17S-R30E											
Shahara Oil LLC.											
Grayburg Jackson PSUMB #10	03/27/98			3707'	3280'	8 5/8"	523'	575sx	3079-3254'	Acidized w/3000 gals 15% NEFE w/40 ball sealers Frac 39774 gals #20 Delta Frac w/76250 #16/30 brady sand	Producing
2210° FSL & 2310° FWL Unit K						5 1/2"	3707'	1200sx	Circ		
Section 27-T17S-R30E											
Shahara Oil LLC.											
Grayburg Jackson PSUMB #13	03/15/98			3700'	3415'	8 5/8"	523'	853sx	3169-3331'	Acid w/3000 gals 15% NEFE	Producing
330° FSL & 1990° FWL Unit M						5 1/2"	3700'	850sx	Circ	3442-3444' Frac w/36414 gals Delta & 75,000#	
Section 27-T17S-R30E										16/30 Brady sand	
Shahara Oil LLC.											
Grayburg Jackson PSUMB #14	03/26/98			3700'	3650'	8 5/8"	523'	410sx	3141-3296'	Acid w/3000 gals 15% NEFE	Producing
330° FSL & 2310° FWL Unit N						5 1/2"	3700'	1200sx	Circ	Frac w/38,000 gals Dell frac w/sand Wedge w/62,000# 16/30	
Section 27-T17S-R30E											
Shahara Oil LLC.											
Grayburg Jackson PSUMB #16	04/12/98			3704'	3350'	8 5/8"	524'	310sx	3243-3325'	Acidized w/2500 gals 15% NEFE	Producing
330° FSL & 1430° FEL Unit P						5 1/2"	3704'	1120sx	Circ	3394-3399' w/hall sealers	
Section 27-T17S-R30E										Frac w/32,620 gals & 60,000# 16/30 sand	
Mack Energy											
Federal "S" #6											
1980 FSL & 1980° FWL, Unit K	06/09/68			3293'	3208'	8 5/8"	568'	150sx	2878-3121'	Acid w/750gals 15%NEFE	Producing
Section 28-T17S-R30E						4 1/2"	3218'	350sx	1190'	Frac w/30,000gals gel brine & 38,000# sand Frac w/5,000gals gel H2O, 1000 gals 15% NEFE, 30,000# 100 mesh sand & 36,000# 20/40 & 220gals scale inhibitor.	

Exhibit "D"

**Well Data and
Schematic Diagrams of
Plugged and Abandoned
Well Bores Within the
Area of Review**

**Shahara Oil, LLC
Attachment to OCD Form C-108**

Exhibit "D"
Plugged and Abandoned Well Data
Attachment to Grayburg Jackson Premier Sand Unit C-108

Operator - Well Name Location	Plug Date	TD	Perfs	Casing Size	Casing Depth	Cement Sacks	Top of Cement
Enron Oil & Gas Company							
Bogart Federal Com #1	10/16/91	11550'	10861'-10877'	13 3/8"	547'	575SX	Circ
2030' FNL & 1830' FWL, Unit F				9 5/8"	3488'	1850SX	Circ
Section 28-T17S-R30E				2 7/8"	11548'	1350SX	Calc inside 9 5/8" csg
Anadarko Production Company							
Federal S #5	03/13/85	1927'	OH	8 5/8"	450'	50SX	
1650' FNL & 990' FWL, Unit E							
Section 28-T17S-R30E							
Phillips Petroleum Company							
Grayburg Jackson WFU Tract MB #7	11/10/93	3254'	3131'-3254' (OH)	8 1/4"	670'	50SX	
990' FSL & 990' FEL, Unit P				7"	3131'	100SX	1841' (calc)
Section 27-T17S-R30E							
Phillips Petroleum Company							
Grayburg Jackson WFU Tract MB #4	12/07/93	3223'	3125'-3223' (OH)	8 1/4"	663'	70SX	
1650' FSL & 2310' FWL, Unit K				7"	3125'	100SX	1834' (calc)
Section 27-T17S-R30E							
Phillips Petroleum Company							
Grayburg Jackson WFU Tract AD #1	12/01/93	3522'	3063'-3210' (OH)	8 1/4"	520'	75SX	
1980' FNL & 1980' FWL, Unit F				7"	3063'	100SX	1772' (calc)
Section 27-T17S-R30E							
Phillips Petroleum Company							
Arnold D Federal #4	10/25/88	2011'	1851'-2011' (OH)	8 5/8"	494'	75SX	
330' FNL & 2310' FWL, Unit C				7"	1851'	100SX	560' (calc)
Section 27-T17S-R30E							
LBO New Mexico Inc.							
Grayburg Jackson Unit Tract 11 #1	04/16/87	3233'	3198'-3206'	8 1/4"	624'	50SX	
1980' FNL & 660' FEL, Unit H				7"	3047'	100SX	1756' (calc)
Section 27-T17S-R30E				4 1/2"	3230'	700SX	Circ (calc)
General American Oil Company of Tx							
Grayburg Jackson Premier Sand Unit Tract MA #2	09/30/75	3134.5'	3095'-3135' (OH)	8 5/8"	547'	50SX	
2615' FNL & 1295' FEL, Unit H				5 1/2"	3095'	150SX	2181' (calc)
Section 28-T17S-R30E							

SOUTHWEST ROYALTIES INC.

MCINTYRE "G" #3

UNIT "H" SEC 34 T17S R30E

DRL 9/74 DRY HOLE

SET 255x PLUG @

SURFACE

SET 505x PLUG

570'-470'

SET 505x PLUG

1550'-1450'

SET 505x PLUG

3050'-2950'

8⁵/₈" 20# SA 520 w/ 100sx
IN 12¹/₄" HOLE

O/K

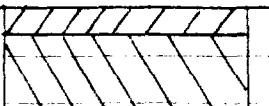
11/30/00

X

Phillips Petroleum
GJWFU Tr "BA" #2
Unit "A" Sec. 28 T17S R23OE

P&A 10/93

Pgrf. @ 500' UNABLE
TO BREAK CIRC. SQ.
175 SX THRU PGRFS.-
TAG CMT @ 33'-
Pump 15 SX TO FILL
CSG



10 3/4" SA 1251'

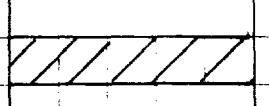
Pgrf. @ 1300' & 1175' -
Circ w/ 50 SX CMT
1300-1175' w/ CICR
@ 1200' Pump 10 SX
ON TOP OF CICR.



EST TOC @ 1500'

Pgrf. 2342 - Pump 50 SX - TAG
TOC @ 2234

Pgrf. @ 2575 - ATTEMPT
TO SQ 50 SX -
SOME CMT THRU
PGRFS & SOME IN
WORK STRING



TD 3200' (EST.)

SET 50 SX CMT PLUG From
2975 - 2600
SET CICP @ 2975'

5 1/2" 14# SA 3035 w/ 150 SX

H 7/1/00

PHILLIPS PETROLEUM CO.
MADDEN DEEP UNIT "B" #1
UNIT "O" SEC 27 T17S R30E

DEA 4/82

SET 10SX SURFACE
PIGS

13 3/8" 48# SET IN 17 1/2" HOLE @ 3685'
w/ 500 SX - CIRC.

SET 40SX 3724-3524'

8 5/8" 32# SET IN 11" HOLE @ 3685'
w/ 1825 SX - CIRC.

SET 67SX 6320-6120'

SET 580SX 8500'-7000'

SET 75SX 9148'-8948'

SET 100SX 10930'-10730'

7 7/8" HOLE TO 11,574' <

H7/7/00

C.W. Stumhofer (PHILLIPS)

FEDERAL #1

Unit "E" Sec. 35 T17S R30E

Drill 3/74

P&A 5/95

PGRF @ 553' Pump

155 Sx - CMT.

INSIDE & OUTSIDE

5 1/2" CSG TO SURFACE

18 5/8" 20# SA 488' w/ 250 Sx

EST TOC @ 859' (1.5 F.)

SET 25 Sx CMT PLUG

3048'- 2804'

SET CIBP @ 3048'

SET 25 Sx CMT PLUG From
2543'- 2299'

PBTG @ 3343'

TD 7 7/8" HOLE @ 3400'

PGRFS 3110-3341' (28 holes)

SET 5 9/16" 15# @ 3398' w/
500 Sx

N7/1/00

General American Oil Co.

GJPSU Tr. "AF" #2

Unit "D" Sec. 35 T17S R30E

DRL 12/43

P&A 9/75

SET 25' CMT PLUG @
SURFACE

SET 100' CMT PLUG From
1400'-1300'

5 1/2" CSG SHOT OFF
@ 1785' & PULLED

SET 100' CMT PLUG
INSIDE & OUTSIDE
5 1/2' FROM 1835'-1735'

10" SA 571' w/ 50SY

7" CSG PLUG From well

TOC CALC. @ 2667'

SET 75' CMT PLUG
3100' - 3025'

TD @ 3434'

7" SA 3186' w/ no CMT (mud)
5 1/2" SA 3210' w/ 100SY

H 7/1/00

JFG Enterprise

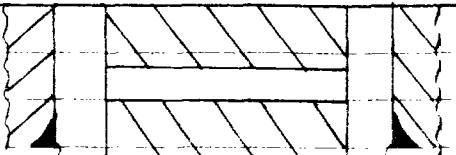
Bgeson Federal #1

2310' FNL, 2310' FEL (Unit G) SEC 33 T17S R30E

DEA 6/48

RE ABD 5/87

SET 60sy Pug 200'-0"



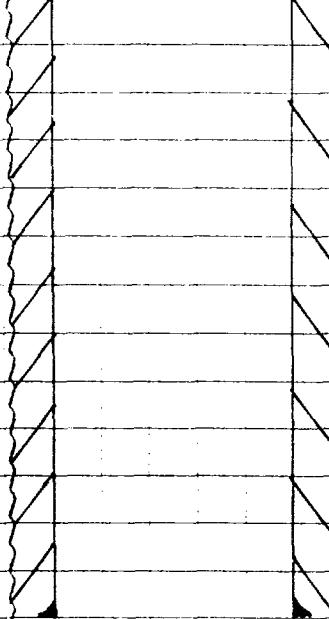
8 5/8" 24# SA 576' w/ 75sx

SET 60sy Pug 653-418



SET 60sy Pug 936'-706'

TCC CALC @ 1845 (SF 1.25)



SET 4 1/2" 11.6# @ 3615' w/ 400sx

OTD 3797'

7/7/00

ANADARKO PET'L CORP.
FEDERAL "N" #2
UNIT "C" SEC 33 T17S R30E

DRL. 1/79
PEA 10/94

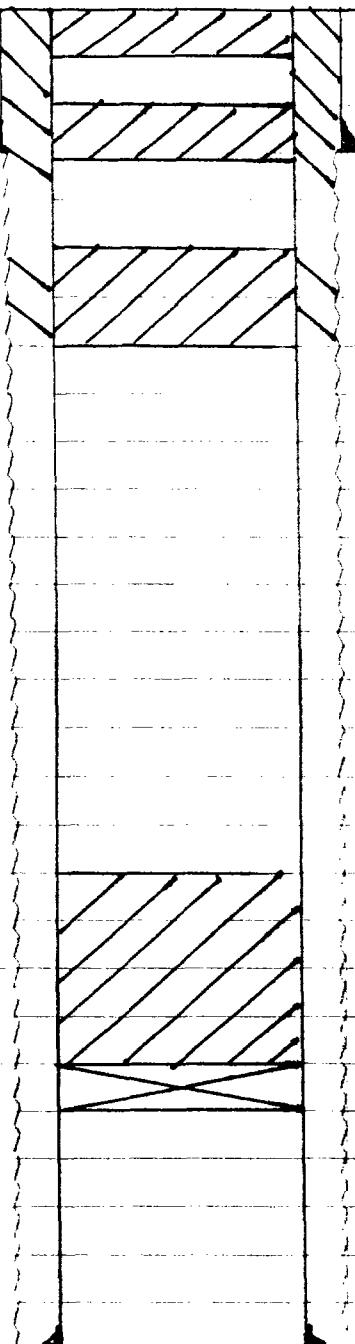
PERF 4 Holes

@ 50' - Pump 40sy
Spot. 50sy in 4 $\frac{1}{2}$ "x
8 $\frac{5}{8}$ "

PERF 4 Holes @ 550'
SQ w/ 50sy - SPOT 15sy

TOC 269'

PERF 4 Holes @ 1270'
SQ w/ 35sy, SPOT
15sy - TOC 1098'



8 $\frac{5}{8}$ " 24# SA 500' w/ 375 sy
in 12 $\frac{1}{4}$ " Hole - circ. C.M.T.

TOC @ 1300' - TEMP. SURVEY

SET 37sy PLUG - 2943-2400

SET CIBP @ 2943
Perfs 3002-3283 DA

4 $\frac{1}{2}$ " 10.5# SA 3349' w/ 525sy
in 7 $\frac{7}{8}$ " Hole

1/6/90/00

Phillips Petroleum

GJWU Tr "MA" #3

Unit "J" Sec. 28 T77S R30E

DRLL 1176

P&A 11193

PGMF 150' - Pump

50SY-Circ.

PGMF 250' - Pump

130SY CMT.

SET 30 SY CMT Plug

600' - 250'

4 1/2" CSG Σ 4 1/2" x 8 5/8"

FULL OF CMT TO SURFACE

8 5/8" 24# SA 502' w/ 100SY

TOC CALC @ 480' (1.5F)

SET 15 SY CMT Plug

1370' - 1270'

SET 75 SY CMT Plug

3025' - 2700'

SET CIBP @ 3025'

7 7/8" HOLG TD @ 385'

PGMF 3098-3102' (16 HOLES)

4 1/2" 9.5# 10.5# SA 3185'

w/ 700 SY

1/7/100

PHILLIPS PETROLEUM

GJWFU Tr. "MA" #1

Unit "P" Sec. 28 T17S R30E

DRL 4/38

P&A 11/93

Penf@ 200' & Pump

70 Sx-Circ & Fill 5^{3/16}"

Penf@ 330' & Pump

150 Sx Cmt & Circ

Penf@ 596' Pump

230 Sx Cmt & Circ

TO SURFACE

8 1/4" 32# SA 546' w/ 50 Sx

SET 60 Sx Cmt PLUG
1350'-1250'

TOC CALC @ 2547

SET 80 Sx Cmt PLUG
3000'-2178'

5^{3/16}" 17# SA 3090' w/ 100 Sx

TD 3250'

N7/1/00 -

General American Oil Co.

GJPSU TR "BA" #3

Unit "I" Sec. 28 T17S R30E

DRL 10/38
PEA 9/75

SET CMT PLUG -
25'-0'

! 8 5/8" 28# SA 532' w/ 50SY

SET CMT PLUG -
560'-410'

SET CMT PLUG -
1550'-1450'

TOC CALC. @ 2047 (1.25F)

SET CIBP @ 2900'

SET CMT PLUG -
2900'-2825'

7" 24# SA 3025' w/ 100SY

TD @ 3268'

10/7/100

Enron Oil & Gas Co.

BOGART FGD. Com. #1

Unit "F" Sec. 28 T17S R230E

ORL 10/91

P&A 10/91 Dry Hole

SET Cmt Plug -
50' - 0'

SET 60 SX Cmt
Plug 597 - 497

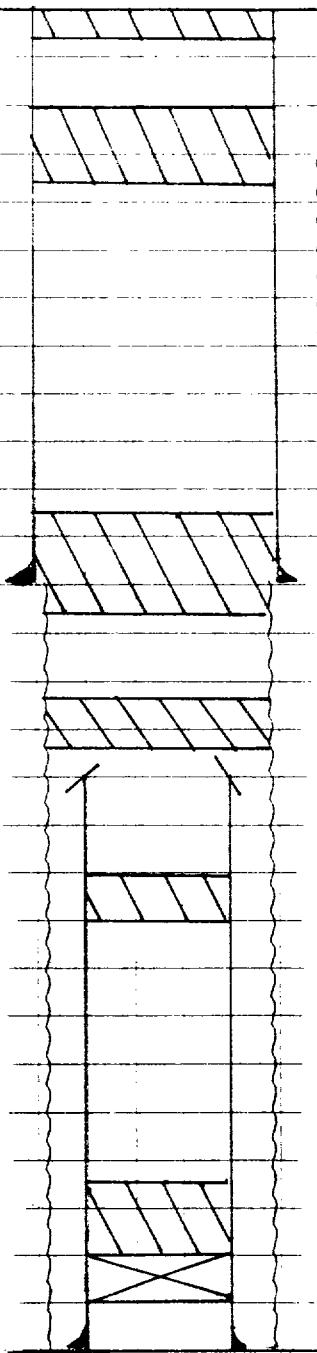
Pump 63 SX @ 3388
Pump 90 SX @ 3588

Pump 80 SX Cmt
Plug & TAGGED @
5350'

Pump 150 Cmt Plug
5500' - 5350'
2 7/8" CSG cut @
5508' & recovered

SET 20 Cmt Plug
@ 6851'

SET CIBP @ 10760 -
Dump 70' CMT ON TOP
TD @ 11550



TAGGED PLUG @ 2990'

TOC CALC INSIDE 9 5/8" CSG

9 5/8" 36# SA 3488' - CIRC
w/ 850 SX

Pumps. 10861 - 10877'

2 7/8" 6.5# SA 11548' w/
1350 SX

11/11/00

ANADARKO Prod. Co.

FEDERAL "S" #5

UNIT "E" SEC. 28 T17S R30E

PETROLEUM CONSULTANT INC.

DRILL 4/54
PEA 3/85

SET 10 SX PLUG
@ SURFACE

TOP OF SALT @ 440'

8⁵/₈" 24# SA 450' w/ 50 SX
IN 12¹/₄" HOLE.

SET 30 SX PLUG 501'-387'

BTM SALT @ 1135'

SET 40 SX PLUG 1265-1122'

TOP 7-RIVERS @
1820'

SET 40 SX PLUG 1840-1696'
(RE-SET PLUG)

SET 40 SX PLUG 1871-1748'

7¹/₈" HOLE

TD @ 1927' (7 RIVERS)

b/6/30/00

Phillips Petroleum Co.

GJWFL Tr "MB" #7

UNIT "P" SEC. 27 T17S R23OE

P&A 10/93

Pump 65SY -

Flugo 7" & Annulus }

Set 25SY Plug 409-280 }

Perf @ 600 - Pump

100SY - TAG CMT @ 409

Perf @ 770 - Pump 200

Sy - TAG CMT @ 638

Set CICR @ 1270' Sq

w 75SY

8 1/4" CSG SA 670' w/ 50SY

CALC TOC @ 1841 (SF1.25)

Set CICR @ 2695' Sq

w/ 160SY - TAG Plug

@ 2136"

7" CSG SA 3131' w/ 100SY

TD 8" Hole @ 3254'

#7/6/00

PHILLIPS PETROLEUM CO.

GJWFL TR "MB" #4

UNIT "K" SEC 27 T17S R30E

DRL 10/40

P&A 12/93

Perf CSG @ 200' - }

Pump 333 Sx,

Perf CSG @ 325 - }

Pump 100 Sx

Perf 4 Holes @ 713 -

Pump 280 Sx

Perf 4 Holes @ 1325 -

Pump 755 Sx -

Set Plug 1325-1225

Circ Circ to Surface

! 8 5/8" 24# SA 663' w/ 70 Sx

Perf 4 Holes @ 1900'

Perf 4 Holes @ 2000'

Perf 4 Holes @ 2070'

UNABLE TO PUMP IN

TOC CALC @ 1834' (SF 1.25)

SPOT 60 Sx PLUG 2100-1800,
TAG @ 1624'

2 7/8" TUBING FISH IN HOLE
w/ TOP @ 2379'

7" 20# SA 3125' w/ 100 Sx

TD 3223'

1/7/6/00

PHILLIPS PETROLEUM CO.

GJWFU Tr AD#1

Unit "F" See 27 T17S R230E

DRIL 8/43

P&A 11/93

PERF @ 250' - Pump

275SY - Grc.

PERF @ 350' - Pump

493SY - TAG @ 260'

PERF @ 570' - Pump

100SY - TAG @ 480'

FILLED ANNULUS w/cm³

8 5/8" CSG SA 520' w/ 75SY

PERF CSG @ 1290' - SQ

w/ 75SY. SET PLUG

1290' - 1190' TAG

@ 1160'

TOC CALC @ 1772' (1.25 SF)

SET CICR @ 2290'

SQ w/ 120SY &

SET PLUG 2290-2200'

Junk in Hole Below 2300'

7" SA 3063 w/ 100SY

PBTD 3210'

TD 3522'

8" Hole

11/16/00

PHILLIPS PETROLEUM CO.

ARNOLD "D" FEDERAL #4

UNIT "C" SEC 27 T17S R23OE

DRL 5/46

PEA 10/88

PERF @ 443 Pump
65SY-Circ-Fill 7'
SPOT 20 SY Plug
S44-443'

8⁵/₈" 24# SA 494' w/ 75SY

TOC CALC @ 560' (SF 1.25)

SPOT 95 SY Plug
From TD 2011-1703
(TAGGED)

7" 20# SA 1851' w/ 100 SY
(7 RIVERS COMPLETION)
TD 2011 (6" HOLE)

11/6/00

LBO New Mexico Inc

GJ UNIT TZ 11 #1

UNIT "H" SEC 27 T17S R30E

DLL 5/42
PEA 4/87

SET 105x 110'-0"

SET 255x 610'-335'

18 1/4" 28# SA 624' w/ 505x

TCC 4 1/2" x 7" CSG CALC. CIRC

SET 25 8x 1252'-975'

TCC BEHIND 7" CSG CALC.
1756' (SF 1.25)

SET 255x 2470-2370'

7" 20# SA 3047 w/ 1005x

Per PS 3198-3206

4 1/2" 9.5# SA 3230' w/ 7005x

TD 3233

4/7/700

General American Oil Co. of Tx.

Grayburg Jackson DSCU TR "MA" #2

Unit "H" Sec 28 T17S R30E

Drill 7/65
PFA 9/75

SET CMT Plug 25'-0'



8 5/8" 24# SA 547' w/ 150SY

SET CMT Plug 1250-1150'

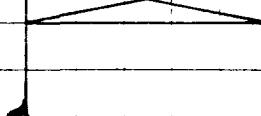


TOC CALC @ 2181' (SF 1.25)

SET CMT Plug 2800-2725'



SET CIBP @ 2800'



5 1/2" 14# SA 3095' w/ 150SY

TD 3135'

N 7/7/00

Exhibit "E"
AFFIDAVIT OF MAILING

STATE OF NEW MEXICO

: ss

COUNTY OF EDDY

I, Perry L. Hughes, do solemnly swear that a copy of this application has been mailed by certified mail, return receipt requested, to each of the following interested parties:

Surface Owner

United States Department of the Interior
Bureau of Land Management
2909 W Second
Roswell, NM 88201

Grazing Permittee

Williams & Son Cattle Co.
PO Box 30
Maljamar, NM 88264

Offset Operators:

Southwest Royalties Inc.
PO Drawer 11390
Midland, TX 79702

MNA Enterprises
106 W Alabama
Hobbs, NM 88242

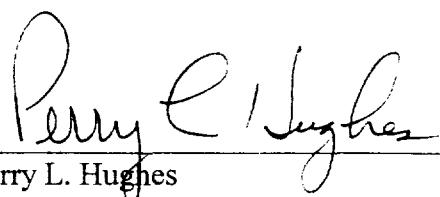
Nadel and Gussman
601 N Marienfeld, Ste 508
Midland, TX 79701

Marbob Energy Corp.
PO Box 227
Artesia, NM 88210

GP II Energy, Inc.
PO Box 50682
Midland, TX 79710

Enron Oil & Gas Corp.
PO Box 2267
Midland, TX 79702

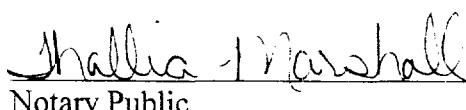
Mack Energy Corporation
PO Box 960
Artesia, NM 88210


Perry L. Hughes

Perry L. Hughes

SWORN AND SUBSCRIBED TO before me this 17th day of July, 2000.




Shalisa Marshall

Notary Public

Shahara Oil, LLC

207 W. McKay ♦ Carlsbad, NM 88220 ♦ 505-885-5433 ♦ Fax 505-885-4989

July 13, 2000

CERTIFIED NO. Z 259 605 104

United State Department of the Interior
Bureau of Land Management
2909 W Second
Roswell, NM 88201

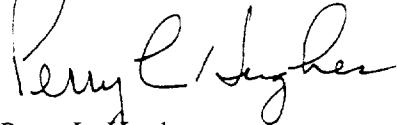
RE: Shahara Oil, LLC
Application for Authorization to Inject
Grayburg Jackson Premier Sand Unit
Eddy County, New Mexico

Gentlemen:

Enclosed is a copy of the New Mexico Oil Conservation Division's Form C-108, Application for Authorization to Inject into wells in Sections 27, 28, 33, 34 & 35 of Township 17S, Range 30E. Eddy County, New Mexico. Shahara Oil, LLC is submitting this Application as part of their ongoing redevelopment project in the Loco Hills Area. This copy is sent to you in compliance with OCD requirement to notify the surface owner.

Should you have any questions regarding this Application, please contact me at 505-885-5433.

Sincerely,



Perry L. Hughes
Executive Officer
Shahara Oil, LLC

PLH\tm

Enclosure

Shahara Oil, LLC

207 W. McKay ♦ Carlsbad, NM 88220 ♦ 505-885-5433 ♦ Fax 505-885-4989

July 13, 2000

CERTIFIED NO. Z 259 605 100

Williams & Son Cattle Co.
PO Box 30
Maljamar, NM 88264

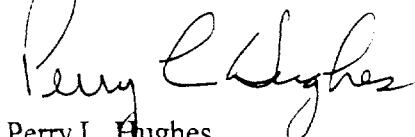
RE: Shahara Oil, LLC
Application for Authorization to Inject
Grayburg Jackson Premier Sand Unit
Eddy County, New Mexico

Gentlemen:

Enclosed is a copy of the New Mexico Oil Conservation Division's Form C-108, Application for Authorization to Inject into wells in Sections 27, 28, 33, 34 & 35 of Township 17S, Range 30E, Eddy County, New Mexico. Shahara Oil, LLC is submitting this Application as part of their ongoing redevelopment project in the Loco Hills Area. This copy is sent to you in compliance with OCD requirement to notify the grazing permittee.

Should you have any questions regarding this Application, please contact me at 505-885-5433.

Sincerely,



Perry L. Hughes
Executive Officer
Shahara Oil, LLC

PLH:tm

Enclosure

Shahara Oil, LLC

207 W. McKay ♦ Carlsbad, NM 88220 ♦ 505-885-5433 ♦ Fax 505-885-4989

July 13, 2000

CERTIFIED NO. Z 259 605 101

Southwest Royalties Inc.
PO Drawer 11390
Midland, TX 79702

RE: Shahara Oil, LLC
Application for Authorization to Inject
Grayburg Jackson Premier Sand Unit
Eddy County, New Mexico

Gentlemen:

Enclosed is a copy of the New Mexico Oil Conservation Division's Form C-108, Application for Authorization to Inject into wells in Sections 27, 28, 33, 34 & 35 of Township 17S, Range 30E. Eddy County, New Mexico. Shahara Oil, LLC is submitting this Application as part of their ongoing redevelopment project in the Loco Hills Area. This copy is sent to you in compliance with OCD requirement to notify the offset operator.

Should you have any questions regarding this Application, please contact me at 505-885-5433.

Sincerely,



Perry L. Hughes
Executive Officer
Shahara Oil, LLC

PLH:tm

Enclosure

Shahara Oil, LLC

207 W. McKay ♦ Carlsbad, NM 88220 ♦ 505-885-5433 ♦ Fax 505-885-4989

July 13, 2000

CERTIFIED NO. Z 259 605 102

MNA Enterprises
106 W Alabama
Hobbs, NM 88242

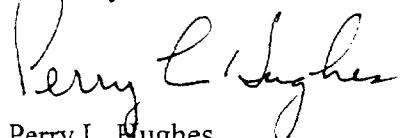
RE: Shahara Oil, LLC
Application for Authorization to Inject
Grayburg Jackson Premier Sand Unit
Eddy County, New Mexico

Gentlemen:

Enclosed is a copy of the New Mexico Oil Conservation Division's Form C-108, Application for Authorization to Inject into wells in Sections 27, 28, 33, 34 & 35 of Township 17S, Range 30E. Eddy County, New Mexico. Shahara Oil, LLC is submitting this Application as part of their ongoing redevelopment project in the Loco Hills Area. This copy is sent to you in compliance with OCD requirement to notify the offset operator.

Should you have any questions regarding this Application, please contact me at 505-885-5433.

Sincerely,



Perry L. Hughes
Executive Officer
Shahara Oil, LLC

PLH\tm

Enclosure

Shahara Oil, LLC

207 W. McKay ♦ Carlsbad, NM 88220 ♦ 505-885-5433 ♦ Fax 505-885-4989

July 13, 2000

CERTIFIED NO. Z 259 605 098

Nadel and Gussman
601 N Marienfeld, Ste 508
Midland, TX 79701

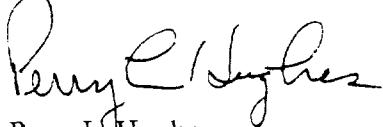
RE: Shahara Oil, LLC
Application for Authorization to Inject
Grayburg Jackson Premier Sand Unit
Eddy County, New Mexico

Gentlemen:

Enclosed is a copy of the New Mexico Oil Conservation Division's Form C-108, Application for Authorization to Inject into wells in Sections 27, 28, 33, 34 & 35 of Township 17S, Range 30E. Eddy County, New Mexico. Shahara Oil, LLC is submitting this Application as part of their ongoing redevelopment project in the Loco Hills Area. This copy is sent to you in compliance with OCD requirement to notify the offset operator.

Should you have any questions regarding this Application, please contact me at 505-885-5433.

Sincerely,



Perry L. Hughes
Executive Officer
Shahara Oil, LLC

PLH\tm

Enclosure

Shahara Oil, LLC

207 W. McKay ♦ Carlsbad, NM 88220 ♦ 505-885-5433 ♦ Fax 505-885-4989

July 13, 2000

CERTIFIED NO. Z 259 605 103

Marbob Energy Corp.
PO Box 227
Artesia, NM 88210

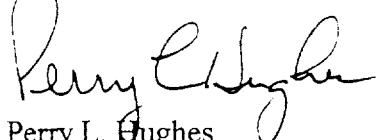
RE: Shahara Oil, LLC
Application for Authorization to Inject
Grayburg Jackson Premier Sand Unit
Eddy County, New Mexico

Gentlemen:

Enclosed is a copy of the New Mexico Oil Conservation Division's Form C-108, Application for Authorization to Inject into wells in Sections 27, 28, 33, 34 & 35 of Township 17S, Range 30E, Eddy County, New Mexico. Shahara Oil, LLC is submitting this Application as part of their ongoing redevelopment project in the Loco Hills Area. This copy is sent to you in compliance with OCD requirement to notify the offset operator.

Should you have any questions regarding this Application, please contact me at 505-885-5433.

Sincerely,



Perry L. Hughes
Executive Officer
Shahara Oil, LLC

PLHtm

Enclosure

Shahara Oil, LLC

207 W. McKay ♦ Carlsbad, NM 88220 ♦ 505-885-5433 ♦ Fax 505-885-4989

July 13, 2000

CERTIFIED NO. Z 259 605 106

GP II Energy, Inc.
PO Box 50682
Midland, TX 79710

RE: Shahara Oil, LLC
Application for Authorization to Inject
Grayburg Jackson Premier Sand Unit
Eddy County, New Mexico

Gentlemen:

Enclosed is a copy of the New Mexico Oil Conservation Division's Form C-108, Application for Authorization to Inject into wells in Sections 27, 28, 33, 34 & 35 of Township 17S. Range 30E. Eddy County, New Mexico. Shahara Oil, LLC is submitting this Application as part of their ongoing redevelopment project in the Loco Hills Area. This copy is sent to you in compliance with OCD requirement to notify the offset operator.

Should you have any questions regarding this Application, please contact me at 505-885-5433.

Sincerely,



Perry L. Hughes
Executive Officer
Shahara Oil, LLC

PLH\tm

Enclosure

Shahara Oil, LLC

207 W. McKay ♦ Carlsbad, NM 88220 ♦ 505-885-5433 ♦ Fax 505-885-4989

July 13, 2000

CERTIFIED NO. Z 259 605 097

Enron Oil & Gas Corp.
PO Box 2267
Midland, TX 79702

RE: Shahara Oil, LLC
Application for Authorization to Inject
Grayburg Jackson Premier Sand Unit
Eddy County, New Mexico

Gentlemen:

Enclosed is a copy of the New Mexico Oil Conservation Division's Form C-108, Application for Authorization to Inject into wells in Sections 27, 28, 33, 34 & 35 of Township 17S, Range 30E. Eddy County, New Mexico. Shahara Oil, LLC is submitting this Application as part of their ongoing redevelopment project in the Loco Hills Area. This copy is sent to you in compliance with OCD requirement to notify the offset operator.

Should you have any questions regarding this Application, please contact me at 505-885-5433.

Sincerely,



Perry L. Hughes
Executive Officer
Shahara Oil, LLC

PLH\tm

Enclosure

Shahara Oil, LLC

207 W. McKay ♦ Carlsbad, NM 88220 ♦ 505-885-5433 ♦ Fax 505-885-4989

July 13, 2000

CERTIFIED NO. Z 259 605 107

Mack Energy Corporation
PO Box 960
Artesia, NM 88210

RE: Shahara Oil, LLC
Application for Authorization to Inject
Grayburg Jackson Premier Sand Unit
Eddy County, New Mexico

Gentlemen:

Enclosed is a copy of the New Mexico Oil Conservation Division's Form C-108, Application for Authorization to Inject into wells in Sections 27, 28, 33, 34 & 35 of Township 17S, Range 30E. Eddy County, New Mexico. Shahara Oil, LLC is submitting this Application as part of their ongoing redevelopment project in the Loco Hills Area. This copy is sent to you in compliance with OCD requirement to notify the offset operator.

Should you have any questions regarding this Application, please contact me at 505-885-5433.

Sincerely,



Perry L. Hughes
Executive Officer
Shahara Oil, LLC

PLH\tm

Enclosure

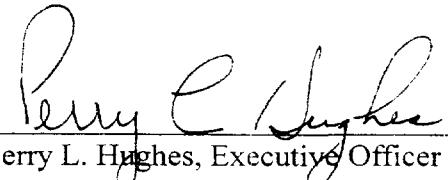
AFFIDAVIT

STATE OF NEW MEXICO
COUNTY OF EDDY

Perry L. Hughes, Affiant, being first duly sworn upon his oath, deposes and states that I graduated from West Virginia University in 1965 with a B.S. degree in Petroleum Engineering and since that time I have been associated with the oil industry in various capacities, both within the United States and overseas. For the last 15 years, I have been a consulting petroleum engineer and an independent producer in West Texas and Southeastern New Mexico.

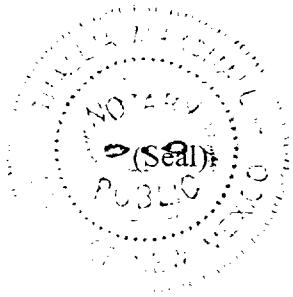
I am familiar with the land on which the proposed water injection well is situate and have examined the available geologic and engineering data there for. I have found no evidence of open faults or any other hydrologic connection between the disposal zone and any underground source of drinking water.

Further, Affiant says not.



Perry L. Hughes
Perry L. Hughes, Executive Officer

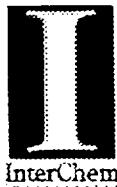
This instrument was sworn and subscribed to before me on July 13, 2000 by Perry L. Hughes, Executive Officer of Shahara Oil, LLC.



Thalia Marshall
Notary Public

My commission expires: 11/06/00

H7/15



InterChem, Inc.

(915) 550-7027 P. O. Box 13166 Odessa, Tx. 79768

Comparison Between Two Waters

C6- July -1998

Permian Treating Chemicals Shahara Oil, LLC - Mack Energy Co.

The samples from the above-cited location showed the following conclusions:

Topic:

Combination of the Shahara G.J.W.F.U. Water Flood Station water with the Mack Energy WD McIntyre E-4 water at various ratios:

Conclusions:

As the WD McIntyre E-4 water increases, the calcium carbonate scaling tendency (Stiff & Davis Saturation Index) increases to a severe level at 140° F and to a moderate level at 80° F. In addition, as the WD McIntyre E-4 water increases, the calcium sulfate scaling tendency decreases to a mild level.

Attachments:

A graphical summary of the results is attached.

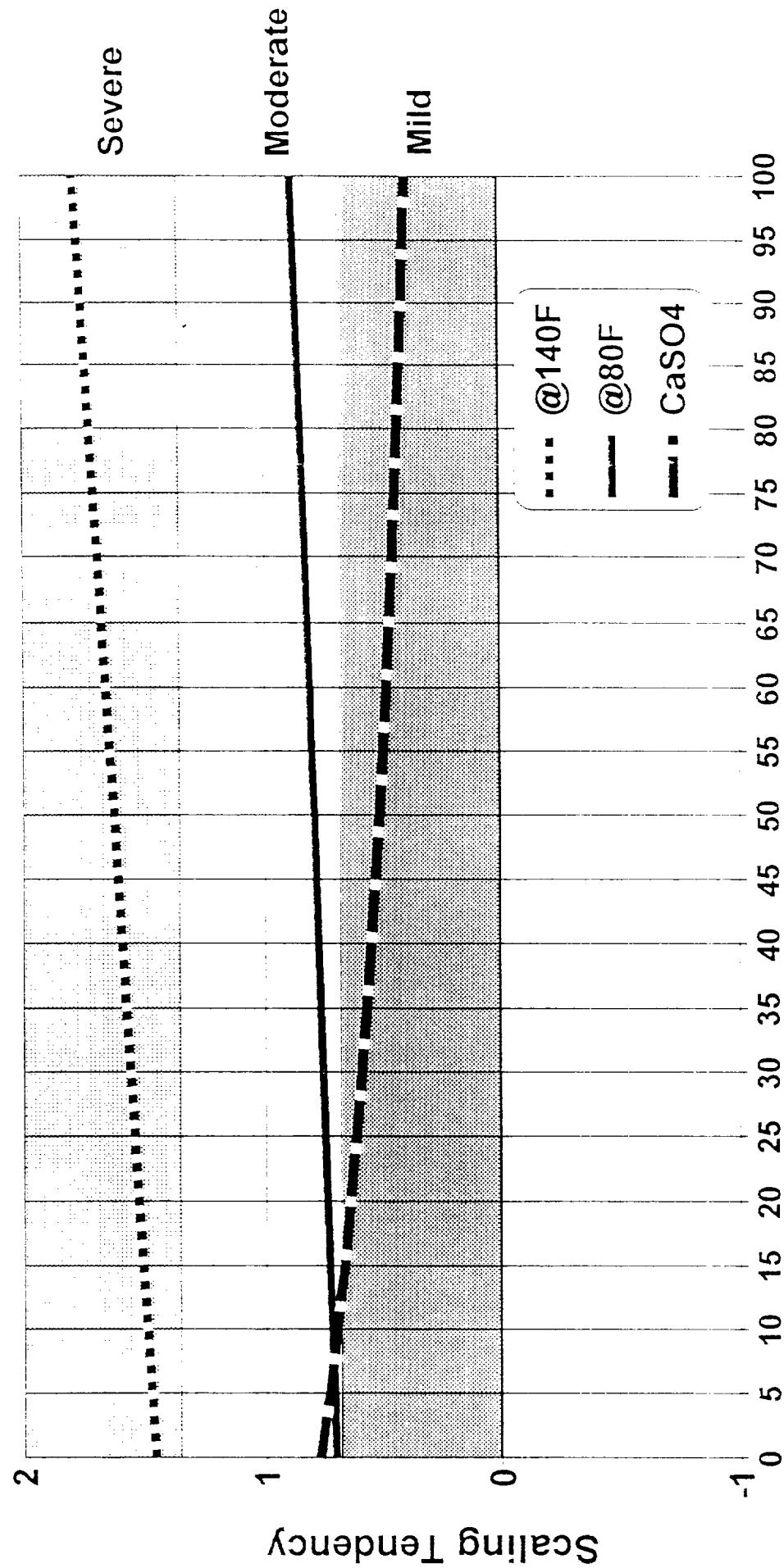
If we may further assist you in the interpretation of the above information, please call at your convenience.


Brad Mullins
Technical Services

Exhibit "F"
Shahara Oil, LLC
Attachment to OCD Form C-108
Water Compatibility Study

Mixture of Two Waters

Shahara Oil, LLC - Mack Energy Co.



Percentage of WD McIntyre E-4 Water

Comparison Between Two Waters

06-July-1998

TO: Permian Treating Chemicals

Company : Shahara Oil & Mack Energy Co.

Sample # 1

G.J.W.F.U. - Water Flood Sta.

Sample # 2

WD McIntyre - E-4

Percent of #1 & #2	pH	TDS mg/L	SpGr	Saturation Index @80°F.	Saturation Index @140°F.	Calcium Sulfate Scaling Potential
100 - 0	7.050	73,794	1.048	+0.703	+1.455	Mild to Moderate
95 - 5	7.026	89,275	1.053	+0.712	+1.472	Mild to Moderate
90 - 10	7.001	36,756	1.057	+0.722	+1.489	Mild to Moderate
85 - 15	6.977	93,238	1.062	+0.731	+1.505	Mild to Moderate
80 - 20	6.952	99,719	1.066	+0.740	+1.522	Mild to Moderate
75 - 25	6.928	106200	1.071	+0.749	+1.538	Mild to Moderate
70 - 30	6.903	112631	1.075	+0.758	+1.555	Mild
65 - 35	6.879	119162	1.080	+0.767	+1.571	Mild
60 - 40	6.854	125644	1.084	+0.776	+1.587	Mild
55 - 45	6.830	132125	1.089	+0.785	+1.604	Mild
50 - 50	6.805	138606	1.093	+0.795	+1.620	Mild
45 - 55	6.781	145087	1.098	+0.804	+1.637	Mild
40 - 60	6.756	151568	1.102	+0.813	+1.653	Mild
35 - 65	6.732	158050	1.107	+0.821	+1.669	Mild
30 - 70	6.707	164531	1.111	+0.830	+1.685	Mild
25 - 75	6.683	171012	1.116	+0.839	+1.702	Mild
20 - 80	6.658	177493	1.120	+0.848	+1.718	Mild
15 - 85	6.634	183974	1.125	+0.857	+1.734	Mild
10 - 90	6.609	190456	1.129	+0.866	+1.750	Mild
5 - 95	6.585	196937	1.134	+0.875	+1.766	Mild
0 - 100	6.560	203418	1.138	+0.884	+1.783	Mild

Permian Treating Chemicals

WATER ANALYSIS REPORT

SAMPLE

Oil Co.: Shahara Oil, LLC
 Lease: G.J.W.F.U.
 Well No.: N/A
 Lab No.:

Sample Loc.: Water Flood Station
 Date Analyzed: 02-July-1998
 Date Sampled:

ANALYSIS

1. pH 7.050
 2. Specific Gravity 60/60 F. 1.048
 3. CaCO₃ Saturation Index @ 80 F. +0.669
 4. @ 140 F. +1.587

	Dissolved Gasses	MG/L	EQ. WT.	*MEQ/L
4.	Hydrogen Sulfide Present			
5.	Carbon Dioxide Not Determined			
6.	Dissolved Oxygen Not Determined			

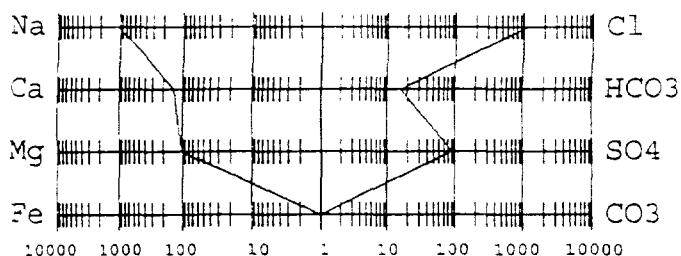
Cations

7.	Calcium (Ca ⁺⁺)	2,605	133.41	=	129.60
8.	Magnesium (Mg ⁺⁺)	1,201	21.22	=	98.44
9.	Sodium (Na ⁺) (Calculated)	23,740	23.35	=	1,032.17
10.	Barium (Ba ⁺⁺)	Not Determined			

Anions

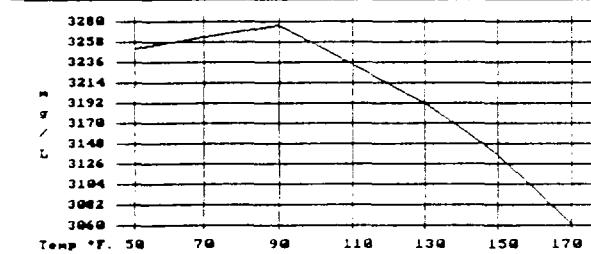
11.	Hydroxyl (OH ⁻)	0	17.13	=	0.00
12.	Carbonate (CO ₃ ²⁻)	0	30.10	=	0.00
13.	Bicarbonate (HCO ₃ ⁻)	957	60.10	=	15.66
14.	Sulfate (SO ₄ ²⁻)	4,300	48.00	=	88.11
15.	Chloride (Cl ⁻)	40,991	35.00	=	1,154.68
16.	Total Dissolved Solids	73,794			
17.	Total Iron (Fe)	7	13.2	=	0.38
18.	Total Hardness As CaCO ₃	11,450			
19.	Resistivity @ 75 F. (Calculated)	0.135 /cm.			

LOGARITHMIC WATER PATTERN *meq/L.



PROBABLE MINERAL COMPOSITION COMPOUND EQ. WT. X *meq/L = mg/L.

Calcium Sulfate Solubility Profile



Ca(HCO ₃) ₂	81.04	15.66	1,269
CaSO ₄	68.07	88.11	5,998
CaCl ₂	55.50	25.82	1,433
Mg(HCO ₃) ₂	73.17	0.00	0
MgSO ₄	60.19	0.00	0
MgCl ₂	47.62	98.44	4,683
NaHCO ₃	34.00	0.00	0
NaSO ₄	71.03	0.00	0
NaCl	58.46	1,030.41	60,238

*Milli Equivalents per Liter

This water is mildly corrosive due to the pH observed on analysis. The corrosivity is increased by the content of mineral salts, and the presence of H₂S in solution.

Permian Treating Chemicals

WATER ANALYSIS REPORT

SAMPLE

Oil Co. : Mack Energy Co.
 Lease : WD McIntyre
 Well No.: E-4
 Lab No. :

Sample Loc. :
 Date Analyzed: 02-July-1998
 Date Sampled :

ANALYSIS

1. pH 6.560
2. Specific Gravity 60/60 F. 1.138
3. CaCO₃ Saturation Index @ 30 F. +0.908
@ 140 F. +2.018

Dissolved Gasses

		MG/L	EQ. WT.	*MEQ/L
4. Hydrogen Sulfide	Present			
5. Carbon Dioxide	Not Determined			
6. Dissolved Oxygen	Not Determined			

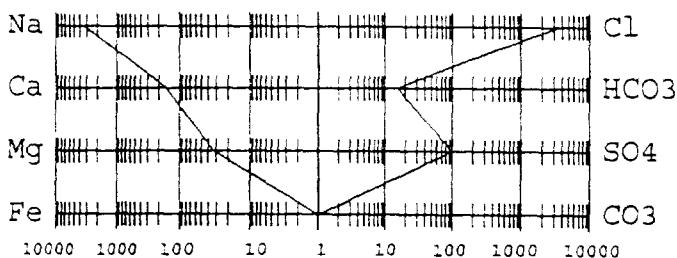
Cations

7. Calcium	(Ca ⁺⁺)	3,022	/ 20.1 =	150.35
8. Magnesium	(Mg ⁺⁺)	379	/ 20.1 =	3.07
9. Sodium	(Na ⁺)	(Calculated) 75,517	/ 23.0 =	3,283.35
10. Barium	(Ba ⁺⁺)	Not Determined		

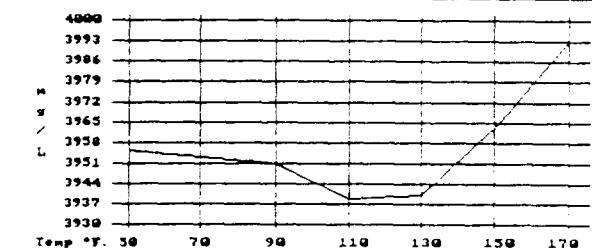
Anions

11. Hydroxyl	(OH ⁻)	0	/ 17.3 =	0.00
12. Carbonate	(CO ₃ ⁼)	0	/ 30.2 =	0.00
13. Bicarbonate	(HCO ₃ ⁻)	927	/ 64.1 =	15.17
14. Sulfate	(SO ₄ ²⁻)	4,600	/ 48.0 =	94.26
15. Chloride	(Cl ⁻)	118,973	/ 35.7 =	3,351.35
16. Total Dissolved Solids		203,418		
17. Total Iron (Fe)		5	/ 18.0 =	0.27
18. Total Hardness As CaCO ₃		9,108		
19. Resistivity @ 75 F. (Calculated)		0.001 /cm.		

LOGARITHMIC WATER PATTERN *meq/L.



Calcium Sulfate Solubility Profile



PROBABLE MINERAL COMPOSITION COMPOUND EQ. WT. X *MEQ/L = mg/L.

Ca(HCO ₃) ₂	81.04	15.17	1,230
CaSO ₄	68.07	94.26	6,416
CaCl ₂	55.50	40.91	2,271
Mg(HCO ₃) ₂	73.17	0.00	0
MgSC ₄	60.19	0.00	0
MgCl ₂	47.52	31.07	1,473
NaHCO ₃	34.00	0.00	0
NaSO ₄	71.03	0.00	0
NaCl	58.46	3,279.37	191,712

*Milli Equivalents per Liter

This water is slightly corrosive due to the pH observed on analysis. The corrosivity is increased by the content of mineral salts, and the presence of H₂S in solution.

**NOTICE OF FILING APPLICATION
FOR AUTHORIZATION TO INJECT**

Shahara Oil, LLC, 207 W. McKay, Carlsbad, NM 88220, Executive Officer Mr. Perry L. Hughes, 505-885-5433, is seeking approval from the New Mexico Oil Conservation Division to inject into its Grayburg Jackson Premier Sand Unit, located in Sections 27, 28, 33, 34 & 35 of Township 17 South Range 30 East, Eddy County, New Mexico for waterflood operations in the Premier Sand of the Grayburg formation. Shahara Oil, LLC intends to inject a maximum of 500 BWPD as a maximum injection pressure of 1800 psi.

Interested parties must file objections or requests for hearing with the Oil Conservation Division 2040 South Pacheco, Santa Fe, NM 87505, within 15 days.