

HINKLE, COX, EATON, COFFIELD & HENSLEY

ATTORNEYS AT LAW

218 MONTEZUMA

POST OFFICE BOX 2068

SANTA FE, NEW MEXICO 87504-2068

(505) 982-4554

FAX (505) 982-8623

CLARENCE E. HINKLE (1901-1985)
W. E. BONDURANT, JR. (1913-1973)
ROY C. SNODGRASS, JR. (1914-1987)

OF COUNSEL
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WASHINGTON, D.C.
SPECIAL COUNSEL
ALAN J. STATMAN*

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6 DESTA DRIVE
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(915) 683-4691
FAX (915) 683-6518

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JAMES BRUCE
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MARCIA B. LINCOLN
SCOTT A. SHUART*
DARREN L. BROOKS
CHRISTINE E. LALE
PAUL G. NASON
DARLA M. SILVA

*NOT LICENSED IN NEW MEXICO

June 4, 1993

10759

Florene Davidson
Oil Conservation Division
310 Old Santa Fe Trail
Santa Fe, New Mexico 87503

Dear Florene:

Yesterday I submitted an Application for compulsory pooling on behalf of Santa Fe Energy Operating Partners, L.P. The subject well is located in Eddy County, but in the heading I put Lea County. Enclosed is a corrected Application.

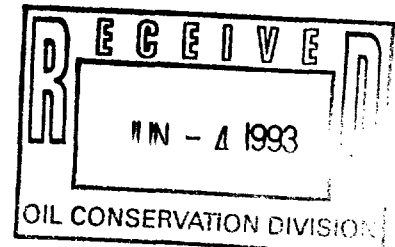
Very truly yours,

HINKLE, COX, EATON, COFFIELD
& HENSLEY

Jim Bruce
James Bruce

JB:frs
Enclosures

VIA HAND DELIVERY

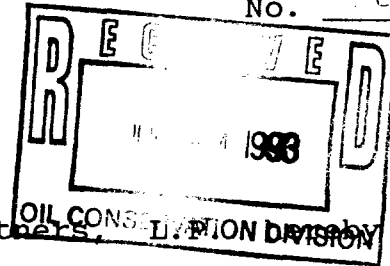


JGB5\93970.c

BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

APPLICATION OF SANTA FE ENERGY OPERATING
PARTNERS, L.P. FOR COMPULSORY POOLING,
EDDY COUNTY, NEW MEXICO.

APPLICATION



No. 10759

Santa Fe Energy Operating Partners, L.P. makes application for an order pooling all mineral interests from the surface to the base of the Morrow formation underlying the N $\frac{1}{2}$ of Section 9, Township 24 South, Range 25 East, N.M.P.M., Eddy County, New Mexico, and in support thereof states:

1. Applicant is an interest owner and has the right to drill a well in the N $\frac{1}{2}$ of said Section 9.

2. Applicant proposes to drill a well in the N $\frac{1}{2}$ of Section 18, at an orthodox location 660 feet from the North line and 1,980 feet from the East line of the Section, to a depth sufficient to test the Morrow formation, and seeks to dedicate the N $\frac{1}{2}$ of Section 9 for all pools or formations spaced on 320 acres.

3. Applicant has in good faith sought to join all other mineral or leasehold interest owners in the N $\frac{1}{2}$ of Section 9 for the purposes set forth herein.

4. Although Applicant attempted to obtain voluntary agreements from all mineral or leasehold interest owners to participate in the drilling of the well or to otherwise commit their interests to the well, certain interest owners have failed or refused to join in dedicating their acreage. Therefore, Applicant seeks an order pooling all mineral and leasehold interest owners

underlying the N½ of Section 9, as described above, pursuant to N.M. Stat. Ann. § 70-2-17 (1987 Repl.).

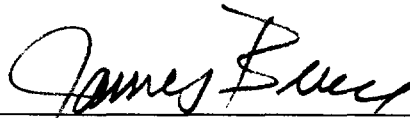
5. Applicant requests the Division to consider the cost of drilling and completing the well, the allocation of the cost thereof, as well as actual operating charges and costs charged for supervision. Applicant requests that it be designated as operator of the well and that the Division set a penalty of 200% for the risk involved in drilling the well.

6. The pooling of all interests underlying the N½ of Section 9, as described above, will prevent the drilling of unnecessary wells, prevent waste, and protect correlative rights.

WHEREFORE, Applicant requests that the Division grant the relief requested above.

Respectfully submitted,

HINKLE, COX, EATON, COFFIELD
& HENSLEY



James Bruce
Post Office Box 2068
Santa Fe, New Mexico 87504-2068
(505) 982-4554

Attorneys for Applicant

HINKLE, COX, EATON, COFFIELD & HENSLEY

ATTORNEYS AT LAW

218 MONTEZUMA

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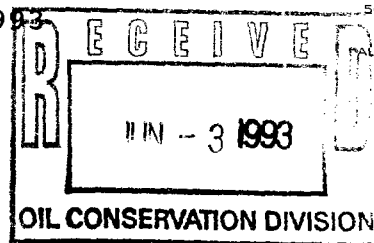
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DARREN L. BROOKS
CHRISTINE E. LALE
PAUL G. NASON
DARLA M. SILVA

*NOT LICENSED IN NEW MEXICO

Florene Davidson
Oil Conservation Division
310 Old Santa Fe Trail
Santa Fe, New Mexico 87503

June 3, 1993



500 MARQUETTE N.W., SUITE 800
POST OFFICE BOX 2043
ALBUQUERQUE, NEW MEXICO 87103
(505) 768-1500
FAX (505) 768-1529

10759

Re: Section 9, Township 24 South, Range 25 East,
Eddy County, New Mexico

Dear Florene:

Please find enclosed the original and two copies of an Application for Compulsory Pooling filed on behalf of Santa Fe Energy Operating Partners, L.P., together with a proposed advertisement.

Very truly yours,

HINKLE, COX, EATON, COFFIELD
& HENSLEY

James Bruce
James Bruce

JB:frs
Enclosures

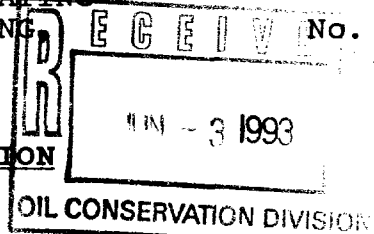
VIA HAND DELIVERY

JGB5\93964.c

BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

APPLICATION OF SANTA FE ENERGY OPERATING
PARTNERS, L.P. FOR COMPULSORY POOLING
LEA COUNTY, NEW MEXICO.

APPLICATION



Santa Fe Energy Operating Partners, L.P. hereby makes application for an order pooling all mineral interests from the surface to the base of the Morrow formation underlying the N $\frac{1}{2}$ of Section 9, Township 24 South, Range 25 East, N.M.P.M., Eddy County, New Mexico, and in support thereof states:

1. Applicant is an interest owner and has the right to drill a well in the N $\frac{1}{2}$ of said Section 9.

2. Applicant proposes to drill a well in the N $\frac{1}{2}$ of Section 18, at an orthodox location 660 feet from the North line and 1,980 feet from the East line of the Section, to a depth sufficient to test the Morrow formation, and seeks to dedicate the N $\frac{1}{2}$ of Section 9 for all pools or formations spaced on 320 acres.

3. Applicant has in good faith sought to join all other mineral or leasehold interest owners in the N $\frac{1}{2}$ of Section 9 for the purposes set forth herein.

4. Although Applicant attempted to obtain voluntary agreements from all mineral or leasehold interest owners to participate in the drilling of the well or to otherwise commit their interests to the well, certain interest owners have failed or refused to join in dedicating their acreage. Therefore, Applicant seeks an order pooling all mineral and leasehold interest owners

underlying the N½ of Section 9, as described above, pursuant to N.M. Stat. Ann. § 70-2-17 (1987 Repl.).

5. Applicant requests the Division to consider the cost of drilling and completing the well, the allocation of the cost thereof, as well as actual operating charges and costs charged for supervision. Applicant requests that it be designated as operator of the well and that the Division set a penalty of 200% for the risk involved in drilling the well.

6. The pooling of all interests underlying the N½ of Section 9, as described above, will prevent the drilling of unnecessary wells, prevent waste, and protect correlative rights.

WHEREFORE, Applicant requests that the Division grant the relief requested above.

Respectfully submitted,

HINKLE, COX, EATON, COFFIELD
& HENSLEY

A handwritten signature in cursive script, appearing to read "James Bruce", is written over a horizontal line.

James Bruce
Post Office Box 2068
Santa Fe, New Mexico 87504-2068
(505) 982-4554

Attorneys for Applicant

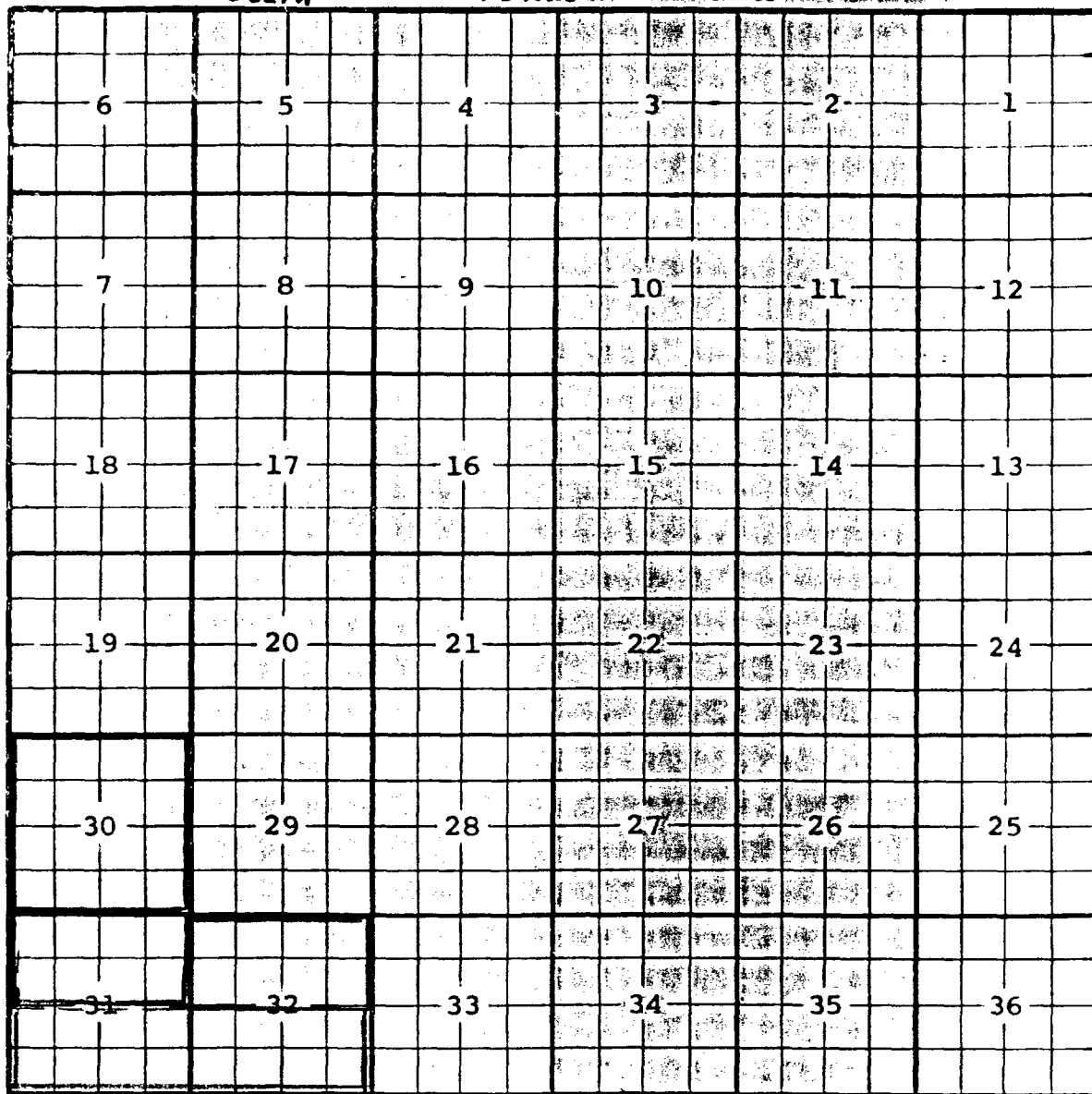
COUNTY *Eddy*

POOL *Dark Canyon - Pennsylvanian Gas*

TOWNSHIP *23 South*

RANGE *25 East*

NMPM



Description: All Sec. 30 (R-2760, 9-1-64) EXT: 1/2 sec 31 (R-823, 3-9-82)

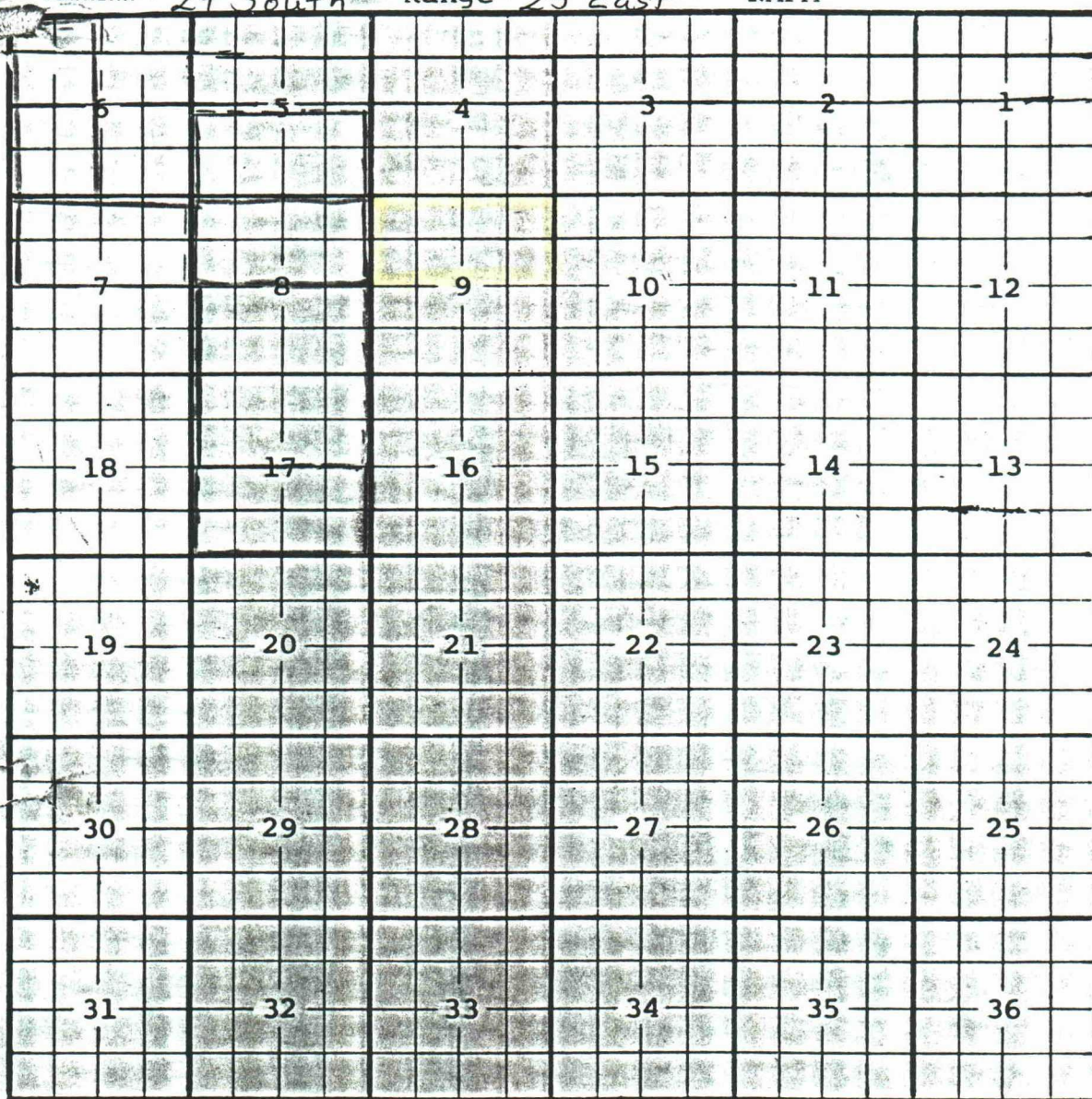
EXT: 1/2 sec 31, 1/2 sec 32 (R-8847, 1-10-89)

EXT: 1/2 sec 32 (R-9326, 11-7-90)

ILLEGIBLE



NMPM



Ex: $N/2$ sec. 7 (R-7158, 12-8-82) EXT: $W/2$ SEC 6 (R-8627, 4/1/88)

EXT: 5/2 sec 8 N/2 sec 17 (R-8945 5-31-89)

Ext: 5/2 Sec. 5 (R-9241, 7-31-90) Ext: 5/2 Sec. 17 (R-9609, 11-7-91)

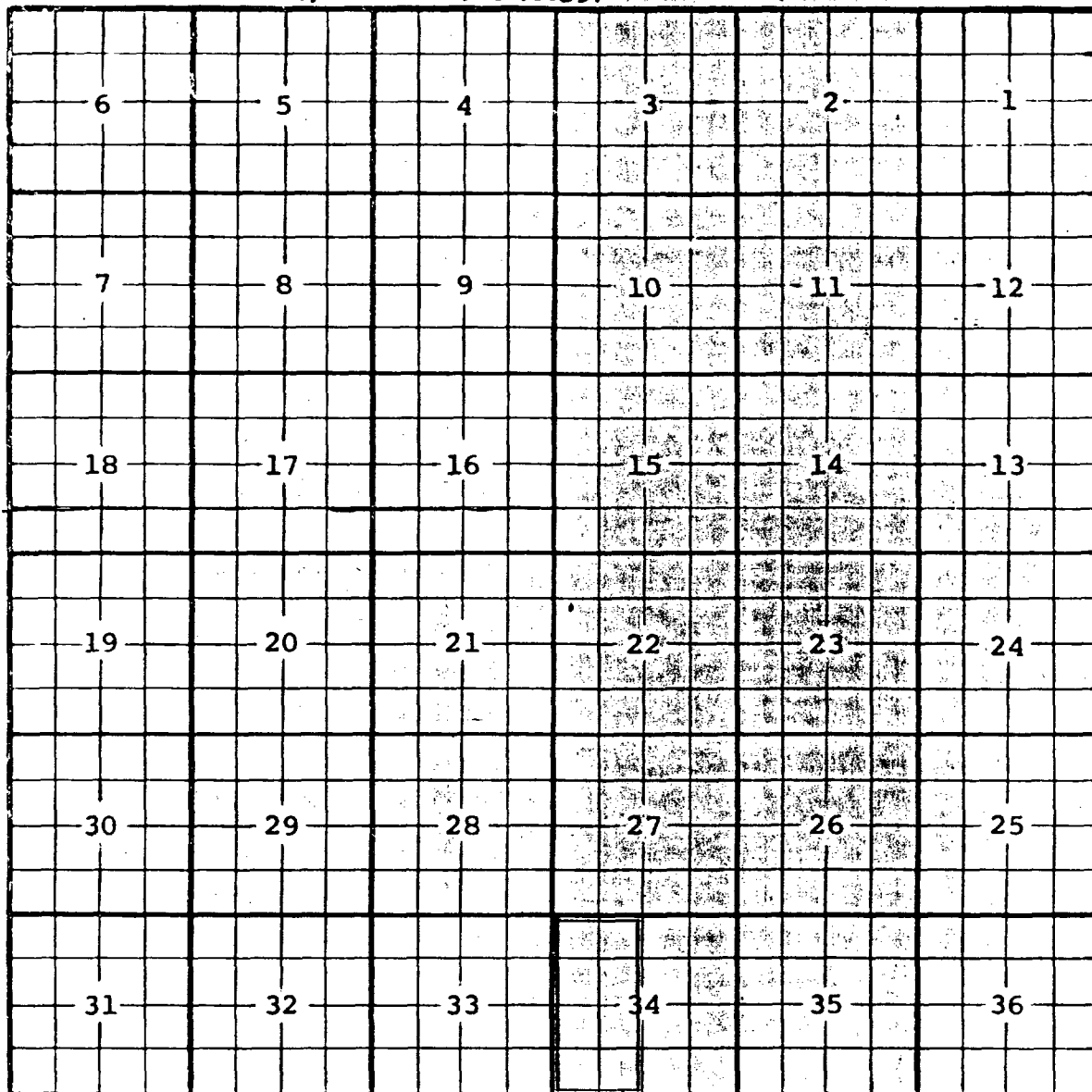
COUNTY *Eddy*

POOL *Horseshoe Bend-Morrow Gas*

TOWNSHIP *23 South*

RANGE *25 East*

NMPM



Description: *w/2 Sec 34 (R-5252, 9-1-76)*

ILLEGIBLE

8/2/93

14:35

505 748 9720

OCD DIST II

002

Submit Copies
to Appropriate
District Office

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-103
Revised 1-1-89

DISTRICT I
P.O. Box 1980, Hobbs, NM 88240

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

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

OIL CONSERVATION DIVISION

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

RECEIVED

JUL 23 1993

WELL API NO.	30-015-27136
5. Indicate Type of Lease	STATE ☒ FEE ☐
6. State Oil & Gas Lease No.	NM-V-2631
7. Lease Name or Unit Agreement Name	Mosley Canyon "Q" State Gas
8. Well No.	1
9. Pool name or Wildcat	Baldrige Canyon (Strawn)
10. Elevation (Show whether DP, RKB, RT, GR, etc.)	3867.3' GR

SUNDRY NOTICES AND REPORTS ON WELLS
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A
DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT"
(FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well: OIL WELL ☐ GAS WELL ☒ OTHER ☐	2. Name of Operator Santa Fe Energy Operating Partners, L.P. ✓
3. Address of Operator 550 W. Texas, Suite 1330, Midland, Texas 79701	4. Well Location Unit Letter B : 660 Feet From The North Line and 1980 Feet From The East Line Section 9 Township 24S Range 25E
10. Elevation (Show whether DP, RKB, RT, GR, etc.) 3867.3' GR	

11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐
PULL OR ALTER CASING ☐
OTHER: Move location ☒

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDONMENT ☐
CASING TEST AND CEMENT JOB ☐
OTHER: ☐

12. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work) SEE RULE 1103.

Due to the requirements for the formation of the Mosley Canyon State Unit, we respectfully request that the location for this well be returned to the origin location in Unit Letter (B).

Please cancel the Sundry Notice submitted on July 9, 1993, requesting a change of location.

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

SIGNATURE Terry McCullough TITLE Sr. Production Clerk DATE July 22, 1993
TYPE OR PRINT NAME Terry McCullough TELEPHONE NO. 687-3551

(This space for State Use)

APPROVED BY Mark Kahley TITLE GEOLOGIST DATE 7-30-93
CONDITIONS OF APPROVAL, IF ANY:

Submit to Appropriate
District Office
State Lease - 4 copies
Fee Lease - 3 copies

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-102
Revised 1-1-89

OIL CONSERVATION DIVISION

P.O. Box 2088

Santa Fe, New Mexico 87504-2088

DISTRICT I

P.O. Box 1950, Hobbs, NM 88240

DISTRICT II

P.O. Drawer DD, Artesia, NM 88210

DISTRICT III

1000 Rio Brazos Rd., Aztec, NM 87410

WELL LOCATION AND ACREAGE DEDICATION PLAT

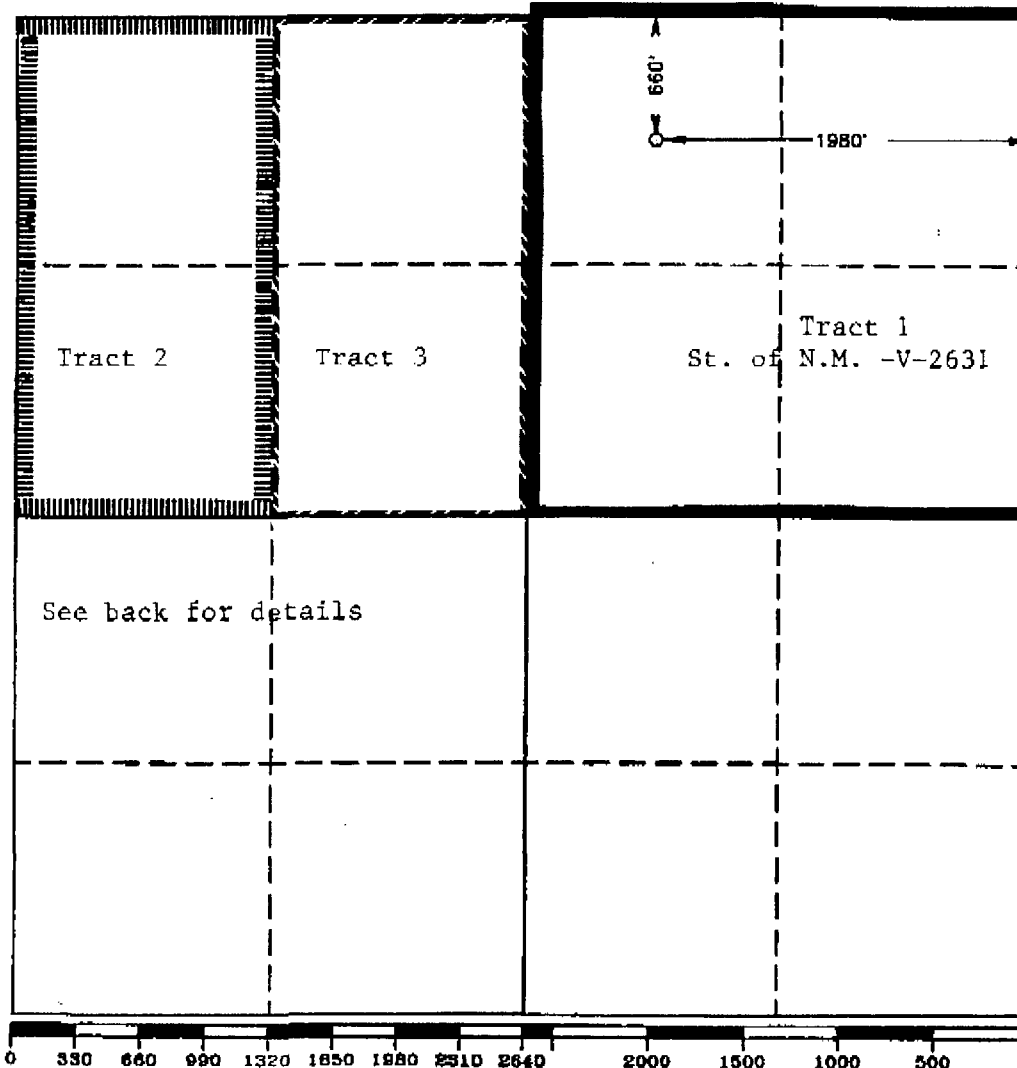
All Distances must be from the outer boundaries of the section

Operator Santa Fe Energy Operating Partners, LP			Lease MOSLEY CANYON "9" STATE COM.		Well No. 1
Unit Letter B	Section 9	Township 24 SOUTH	Range 25 EAST	County EDDY	
Actual Footage Location of Well: 660 feet from the NORTH line and 1980 feet from the EAST line					
Ground Level Elev. 3867.3'	Producing Formation Strawn		Pool Baldrige Canyon (Strawn)	Dedicated Acreage: 320 Acres	

1. Outline the acreage dedicated to the subject well by colored pencil or hatchure marks on the plat below.
2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
3. If more than one lease of different ownership is dedicated to the well, have the interest of all owners been consolidated by communitization, unitization, force-pooling, etc.?
☒ Yes ☐ No If answer is "yes" type of consolidation Communitization

If answer is "no" list of owners and tract descriptions which have actually been consolidated. (Use reverse side of this form necessary.)

No allowable will be assigned to the well unit all interests have been consolidated (by communitization, unitization, forced-pooling, otherwise) or until a non-standard unit, eliminating such interest, has been approved by the Division.



OPERATOR CERTIFICATION

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

Signature

Darrell Roberts

Printed Name

Darrell Roberts

Position

Senior Drilling Engineer

Company Santa Fe Energy
Operating Partners, L.P.

Date

September 21, 1992

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 knowledge and belief.

Date Surveyed

JULY 31, 1992

Signature & Seal of
Professional Surveyor

Donald J. Gibson
Certificate No. JOHN W. WEST, 676
RONALD J. GIBSON, 3236
BETTY L. JOHNS, 7877
92-44-1510

Submit 3 Copies
to Appropriate
District Office

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-103
Revised 1-1-89

DISTRICT I CONSERVATION DIVISION
P.O. Box 1980, Hobbs, NM 88240

OIL CONSERVATION DIVISION

P.O. Box 2088

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

Santa Fe, New Mexico 87504-2088

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

WELL API NO.

30-015-27136

5. Indicate Type of Lease

STATE ☐

FEE ☒

6. State Oil & Gas Lease No.

SUNDRY NOTICES AND REPORTS ON WELLS
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A
DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT"
(FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well:

OIL
WELL ☐

GAS
WELL ☒

OTHER

2. Name of Operator

Santa Fe Energy Operating Partners, L.P.

3. Address of Operator

550 W. Texas, Suite 1330, Midland, Texas 79701

7. Lease Name or Unit Agreement Name

Mosley Canyon "9" State Com.

8. Well No.

1

9. Pool name or Wildcat

Baldrige Canyon (Strawn)

4. Well Location

Unit Letter C : 860 Feet From The North Line and 1980 Feet From The West Line

Section 9 Township 24S Range 25E NMPM Eddy County

10. Elevation (Show whether DF, RKB, RT, GR, etc.)

3821.6 GR

11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐

PLUG AND ABANDON ☐

TEMPORARILY ABANDON ☐

CHANGE PLANS ☐

PULL OR ALTER CASING ☐

OTHER: Move Location ☒

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐

ALTERING CASING ☐

COMMENCE DRILLING OPNS. ☐

PLUG AND ABANDONMENT ☐

CASING TEST AND CEMENT JOB ☐

OTHER: ☐

12. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work) SEE RULE 1103.

Santa Fe Energy Operating Partners, L.P. has an approved permit to drill the captioned well at 660' FNL & 1980' FEL of Section 9. We request approval to drill the well at the above listed location. The well was moved due to a change in geological interpretation.

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

SIGNATURE Darrell Roberts

TITLE Senior Drilling Engineer

DATE July 9, 1993

TYPE OR PRINT NAME Darrell Roberts

TELEPHONE NO. 915/ 687-3551

(This space for State Use)

APPROVED BY Mark Kahlitz

GEOLOGIST

TITLE

DATE

2-13-93

CONDITIONS OF APPROVAL, IF ANY:

OIL CONSERVATION DIVISION

P.O. Box 2088

Santa Fe, New Mexico 87504-2088

DISTRICT I

P.O. Box 1980, Hobbs, NM 88240

DISTRICT II

P.O. Drawer DD, Artesia, NM 88210

DISTRICT III

1000 Rio Brazos Rd., Aztec, NM 87410

WELL LOCATION AND ACREAGE DEDICATION PLAT

All Distances must be from the outer boundaries of the section

Operator SANTA FE ENERGY RESOURCES, INC.			Lease MOSLEY CANYON		Well No. 1
Unit Letter C	Section 9	Township 24 SOUTH	Range 25 EAST	NMPM	County EDDY
Actual Footage Location of Well: 860 feet from the NORTH line and 1980 feet from the WEST line					
Ground Level Elev. 3821.6'		Producing Formation Strawn	Pool Baldridge Canyon (Strawn)		Dedicated Acreage: 320 Acres

1. Outline the acreage dedicated to the subject well by colored pencil or hatchure marks on the plat below.
2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
3. If more than one lease of different ownership is dedicated to the well, have the interest of all owners been consolidated by communitization, unitization, force-pooling, etc.?
☒ Yes ☐ No If answer is "yes" type of consolidation Communitization

If answer is "no" list of owners and tract descriptions which have actually been consolidated. (Use reverse side of this form necessary.)

No allowable will be assigned to the well unit all interests have been consolidated (by communitization, unitization, force-pooling, otherwise) or until a non-standard unit, eliminating such interest, 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.

Signature

Darrell Roberts

Printed Name

Darrell Roberts

Position

Senior Drilling Engineer

Company Santa Fe Energy

Operating Partners, L.P.

Date

July 9, 1993

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 knowledge and belief.

Date Surveyed

JUNE 29, 1993

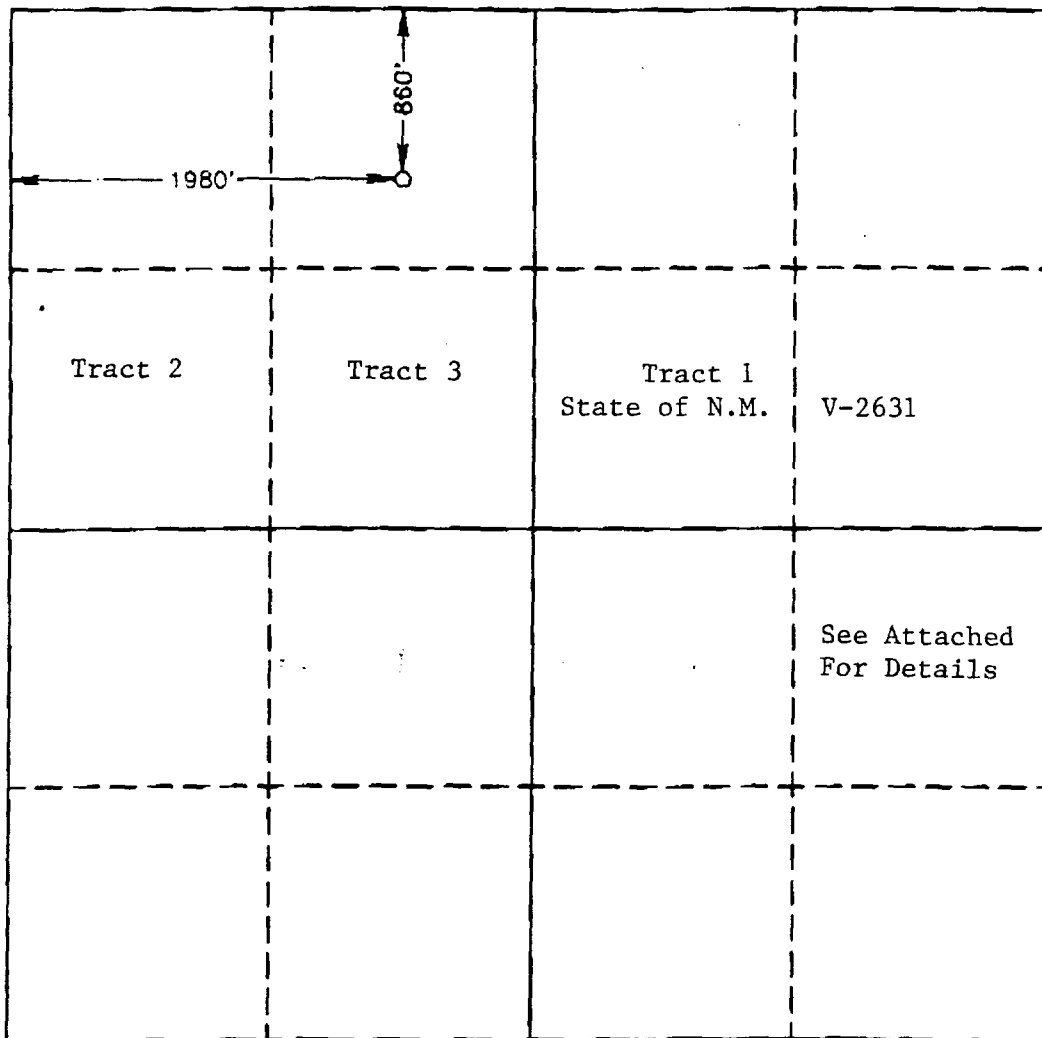
Signature & Seal of
Professional Surveyor*John W. West*

Certificate No. JOHN W. WEST, 67

RONALD J. EIDSON, 322

GARY L. JONES, 797

93-11-122U



Tr. #1
NE/4
Sec. 9

WI Ownership
*SFEOP, LP
*EXXON

WI%
.60
.40
1.00

*Operating Rights from the
surface down to 10,306'
beneath the surface

St. of NM-V-2631

**SFEOP, LP

1.00
1.00

**Operating Rights below 10,306'
beneath the surface

Royalty
St. of N.M.

Royalty %
16.667%

Tr. #2
W/2 NW/4
Sec. 9

WI Ownership
SFEOP, LP

WI%
1.00
1.00

Royalty
Ridley Gardner, et al

Royalty %
18.75%

Tr. #3
E/ NW/4
Sec. 9

WI Ownership
SFEOP, LP
Unleased

WI%
.9375
.0625
1.0000

Royalty
Pardue Farms, et al

Royalty %
25.00%

Submit 3 Copies
to Appropriate
District Office

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-103
Revised 1-1-89

DISTRICT I
P.O. Box 1980, Hobbs, NM 88240

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

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

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

WELL API NO.	30-015-27136
5. Indicate Type of Lease	STATE ☒ FEE ☐
6. State Oil & Gas Lease No.	NM-V-2631
7. Lease Name or Unit Agreement Name	Mosley Canyon "9" State Com
8. Well No.	1
9. Pool name or Wildcat	Baldrige Canyon (Strawn)

SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)	
1. Type of Well: OIL WELL ☐ GAS WELL ☒ OTHER ☐	
2. Name of Operator Santa Fe Energy Operating Partners, L.P.	
3. Address of Operator 550 W. Texas, Suite 1330, Midland, Texas 79701	
4. Well Location Unit Letter B : 660 Feet From The North Line and 1980 Feet From The East Line Section 9 Township 24S Range 25E NMPM Eddy County	
10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3867.3' GR	

11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐
PULL OR ALTER CASING ☐
OTHER: Extend Drilling Permit ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDONMENT ☐
CASING TEST AND CEMENT JOB ☐
OTHER: ☐

12. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work) SEE RULE 1103.

Santa Fe Energy Operating Partners, L.P. respectfully requests that the Drilling Permit be extended for the subject well. It is planned to drill the well within the next ~~two~~ 3 months.

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

SIGNATURE Terry McCullough TITLE Sr. Production Clerk DATE 4/14/93
TYPE OR PRINT NAME Terry McCullough TELEPHONE NO. 915/ 687-3551

(This space for State Use)

APPROVED BY Mike Williams TITLE SUPERVISOR, DISTRICT II DATE APR 26 1993
CONDITIONS OF APPROVAL, IF ANY:

Submit to Appropriate
District Office
State Lease - 6 copies
Fee Lease - 5 copies

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-101
Revised 1-1-89

DISTRICT I
P.O. Box 1980, Hobbs, NM 88240
DISTRICT II
P.O. Drawer DD, Artesia, NM 88210
DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410

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

SEP 22 1992

O. C. D.

API NO. (assigned by OCD on New Wells)

30-015-27136

5. Indicate Type of Lease

STATE ☒

FEE ☐

6. State Oil & Gas Lease No.

NM-V-2631

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK

1a. Type of Work: DRILL ☒ RE-ENTER ☐ DEEPEN ☐ PLUG BACK ☐		7. Lease Name or Unit Agreement Name: Mosley Canyon "9" State Com			
b. Type of Well: OIL WELL ☐ GAS WELL ☒ OTHER ☐ SINGLE ZONE ☒ MULTIPLE ZONE ☐		8. Well No. 1			
2. Name of Operator Santa Fe Energy Operating Partners, L.P. ✓		9. Pool name or Wildcat X Baldridge Canyon (Strawn)			
3. Address of Operator 550 W. Texas, Suite 1330, Midland, Texas 79701					
4. Well Location Unit Letter <u>B</u> : <u>660</u> Feet From The <u>North</u> Line and <u>1980</u> Feet From The <u>East</u> Line Section <u>9</u> Township <u>24S</u> Range <u>25E</u> NMPM Eddy County					
10. Proposed Depth 10,300'		11. Formation Strawn			
12. Rotary or C.T. Rotary					
13. Elevations (Show whether DF, RT, GR, etc.) 3867.3' GR		14. Kind & Status Plug Bond Blanket-current			
15. Drilling Contractor To be determined		16. Approx. Date Work will start October 15, 1992			
17. PROPOSED CASING AND CEMENT PROGRAM					
SIZE OF HOLE	SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	SACKS OF CEMENT	EST. TOP
17-1/2"	13-3/8"	48.0	400'	400	Surface
12-1/4"	8-5/8"	32.0	2800'	1600 sx	Surface
7-7/8"	5-1/2"	17.0	10,300'	600 sx	6000'

Move on location and rig up. Spud 17-1/2" hole and drill to ±400'. Run 13-3/8" casing and cement with sufficient Class "C" containing 2% CaCl₂ to circulate to surface. WOC 4 hours prior to cut off and weld on 13-3/8" casing head and NU 13-5/8" annular BOP. Test casing and BOP to 600 psi for 30 minutes. Drill a 12-1/4" hole to ±2800'. Run 8-5/8" casing and cement with sufficient Class "C" containing 2% CaCl₂ to circulate to surface (if circulation is lost, a stage with an external casing packer will be run to circulate cement to surface). WOC 6 hours prior to cut off and weld on 8-5/8" casing head. NU 11" x 5000 psi BOP stack on 8-5/8" casing - to consist of an annular BOP, double ram preventer, rotating head, and choke manifold. Test casing to 1500 psi and BOP stack to 5000 psi. Drill 7-7/8" hole to 10,300'. Log, run 5-1/2" casing and cement to 6000' with Class "H" cement + 1.0% fluid loss additive + 5% salt.

IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: IF PROPOSAL IS TO DEEPEN OR PLUG BACK, GIVE DATA ON PRESENT PRODUCTIVE ZONE AND PROPOSED NEW PRODUCTIVE ZONE. GIVE BLOWOUT PREVENTER PROGRAM, IF ANY.

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

SIGNATURE Darrell Roberts TITLE Senior Drilling Engineer DATE Sept. 21, 1992
TYPE OR PRINT NAME Darrell Roberts TELEPHONE NO. 915/ 687-3551

(This space for State Use)

APPROVED BY Mike Walker TITLE SUPERVISOR, DISTRICT II DATE SEP 22 1992
CONDITIONS OF APPROVAL, IF ANY:

NOTICE: ALL OIL & GAS LEASES OF

T_{24S}