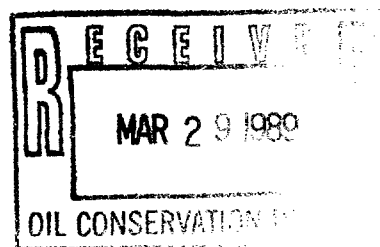


STEVE SELL
P.O. Box 5061
MIDLAND, TEXAS 79704
(915) 687-1664



March 27, 1989

Oil Conservation Commission
P.O. Box 2088
Santa Fe, New Mexico 87054-2088

Re: Unorthodox Location
Section 35 T21S, R24E
Indian Basin Pool
Eddy County, New Mexico

Dear Mike Stogner:

As per our letter dated March 21, 1989, Steve Sell is proposing the referenced well to test the Cisco and the Morrow Formation with an anticipated total depth of 10,500'.

Please call our office at 915-685-1761 if there are any questions.

Sincerely yours,

Kurt Boley
Geologist

KB:gm

cc: All off-set operators

TTN:

R. MIKE STOGNER

NEW MEXICO OIL CONSERVATION COMMISSION
WELL LOCATION AND ACREAGE DEDICATION PLATForm C-102
Supersedes C-128
Effective 1-1-65

All distances must be from the outer boundaries of the Section.

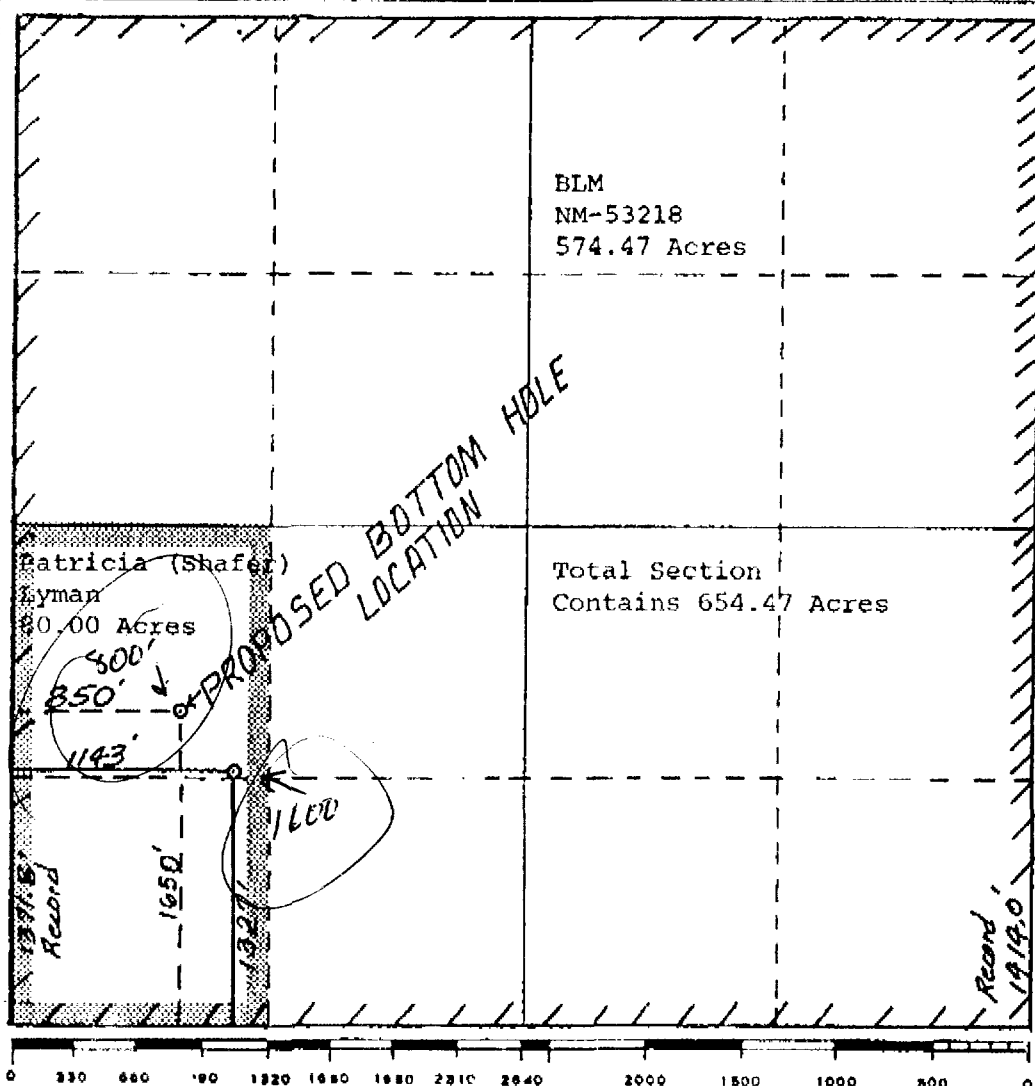
Operator STEVE SELL		Lease Shafer Federal Com		Well No. 1
Unit Letter M	Section 35	Township 21 South	Range 24 East	County Eddy County, N.M.
Actual Footage Location of Well: 1143 feet from the West line and 1327 feet from the South line				
Ground Level Elev. 3842.	Producing Formation Cisco/Morrow	Pool Indian Basin	Dedicated Acreage: 654.47 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). Patricia H. (Shafer) Lyman (Fee Land) $80/654.47 \times .1875 = .0229193$ Net Royalty BLM NM-53218 $574.47/654.47 \times .125 = .01097205$ Net Royalty Steve Sell 100% WI
3. If more than one lease of different ownership is dedicated to the well, have the interests 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 the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.)

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



CERTIFICATION

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

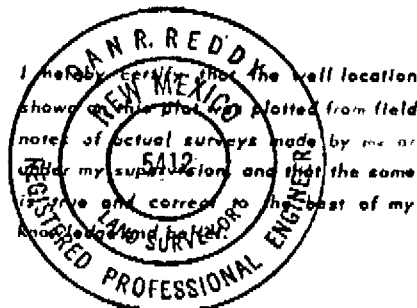
Kurt Boley
Name

Kurt Boley
Position

Geologist

Company
Steve Sell

Date
3-23-89



Date Surveyed
March 22, 1989

Registered Professional Engineer
and/or Land Surveyor

Dan R. Redd
Certificate No.
NM PE&LS NO. 5412