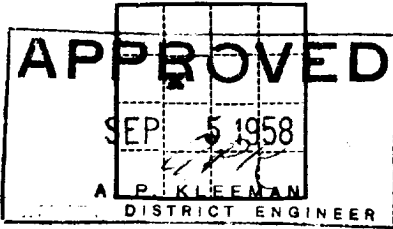


Land Office Las Cruces  
Lease No. N M 062  
Unit Lease

(SUBMIT IN TRIPLICATE)

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
GEOLOGICAL SURVEY



SUNDRY NOTICES AND REPORTS ON WELLS

NOTICE OF INTENTION TO DRILL	<input checked="" type="checkbox"/>	SUBSEQUENT REPORT OF WATER SHUT-OFF	
NOTICE OF INTENTION TO CHANGE PLANS		SUBSEQUENT REPORT OF SHOOTING OR ACIDIZING	
NOTICE OF INTENTION TO TEST WATER SHUT-OFF		SUBSEQUENT REPORT OF ALTERING CASING	
NOTICE OF INTENTION TO RE-DRILL OR REPAIR WELL		SUBSEQUENT REPORT OF RE-DRILLING OR REPAIR	
NOTICE OF INTENTION TO SHOOT OR ACIDIZE		SUBSEQUENT REPORT OF ABANDONMENT	
NOTICE OF INTENTION TO PULL OR ALTER CASING		SUPPLEMENTARY WELL HISTORY	
NOTICE OF INTENTION TO ABANDON WELL			

(INDICATE ABOVE BY CHECK MARK NATURE OF REPORT, NOTICE, OR OTHER DATA)

Mary I. Ballard \_\_\_\_\_ September 3, 1958

Well No. 1 is located 1900 ft. from N line and 1900 ft. from W line of sec. 27

N 1/4 Section 27      20 S      34 E      NMPM  
(1/4 Sec. and Sec. No.)      (Twp.)      (Range)      (Meridian)

Lynch      Lee      New Mexico  
(Field)      (County or Subdivision)      (State or Territory)

The elevation of the derrick floor above sea level is \_\_\_\_\_ ft.

DETAILS OF WORK

(State names of and expected depths to objective sands; show sizes, weights, and lengths of proposed casings; indicate mudding jobs, cementing points, and all other important proposed work)

We propose to drill at the above location with cable tools to an approximate depth of 3700 feet in the Yates-Seven Rivers. Contingent upon approval by the Oil Conservation Commission for an exception to Order R-111-A (see application attached) we propose the following casing program: 13 3/8" casing to be cemented at approximately 70 feet with 100 sacks cement; 10 3/4" casing to be mudded at approximately 700 feet; 8 5/8" casing to be mudded at approximately 1250 feet; 5 1/2" oil string to be landed at top of producing formation and tacked with 90 sacks; 10 3/4" casing and 8 5/8" casing to be pulled; 5 1/2" casing to be cemented to surface if commercial production is obtained. The well to be tested natural and if necessary to be treated with regular acid and sandfree.

A previous application to drill a Ballard No. 1 was filed and approved November 22, 1957 and rescinded under the 90 day rule.

I understand that this plan of work must receive approval in writing by the Geological Survey before operations may be commenced.

Company Drilling & Exploration Company, Inc.

Address Box 2075

Hobbs, New Mexico

By D. C. [Signature]

Title Division Prod. Superintendent

NEW MEXICO OIL CONSERVATION COMMISSION  
 Well Location and Acreage Dedication Plat

RECEIVED  
 Revised 5/1/57  
 SEP 3 1958  
 U. S. GEOLOGICAL SURVEY  
 HOBBS, NEW MEXICO

HOBBS OFFICE OCC  
 1958 SEP 5 PM  
 Date 8-30-58

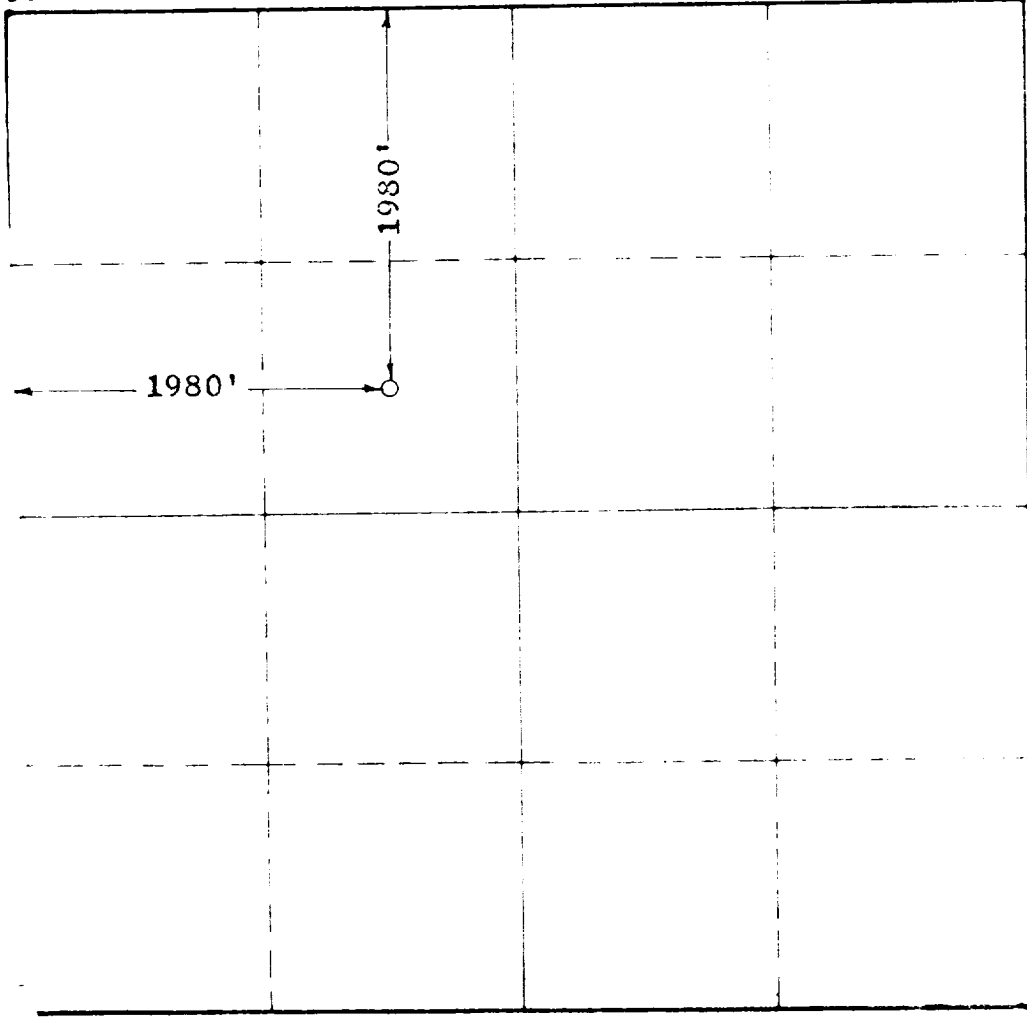
Section A.

Operator Drilling & Exploration Co Inc Lease Mary I Balzard  
 Well No. 1 Unit Letter F Section 27 Township 20 S Range 34 E NMPM  
 Located 1980 Feet From North Line, 1980 Feet From West Line  
 County Lea C. L. Elevation 3695.55 Dedicated Acreage 40 Acres  
 Name of Producing Formation Yates Pool Lynch

1. Is the Operator the only owner\* in the dedicated acreage outlined on the plat below?  
 Yes X No \_\_\_\_\_.
2. If the answer to question one is "no," have the interests of all the owners been consolidated by communitization agreement or otherwise? Yes \_\_\_\_\_ No \_\_\_\_\_. If answer is "yes," Type of Consolidation \_\_\_\_\_
3. If the answer to question two is "no," list all the owners and their respective interests below:

<u>Owner</u>	<u>Land Description</u>

Section B



This is to certify that the information in Section A above is true and complete to the best of my knowledge and belief.

Drilling & Exploration Co., Inc.  
 (Operator)

D. E. Wells  
 (Representative)

Box 2075 Hobbs, New Mexico  
 Address

This is to certify that the well location shown on the plat in Section B 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 8-29-58  
John W. Wat  
 Registered Professional  
 Engineer and/or Land Surveyor.

