

District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy Minerals and Natural Resources

Form C-101
Revised March 17, 1999

Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Submit to appropriate District Office
State Lease - 6 Copies
Fee Lease - 5 Copies

AMENDED REPORT

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE

¹ Operator Name and Address LAYTON ENTERPRISES, INC. 3103 79th St. Lubbock, Texas 79423		² OGRID Number 013178
³ Property Code 005787		⁴ API Number 30 - 041-00018
⁵ Property Name FOX B STATE		⁶ Well No. 2

⁷ Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
N	36	8S	36E		660	South	1980	West	ROOSEVELT

⁸ Proposed Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
⁹ Proposed Pool 1 ALLISON SAN ANDRES					¹⁰ Proposed Pool 2				

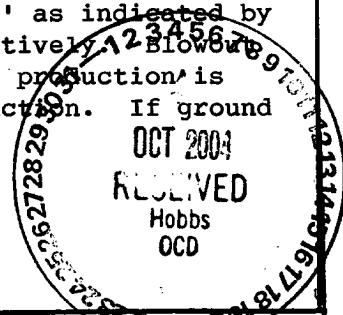
¹¹ Work Type Code P	¹² Well Type Code O	¹³ Cable/Rotary R	¹⁴ Lease Type Code S	¹⁵ Ground Level Elevation 4049
¹⁶ Multiple N	¹⁷ Proposed Depth 9750	¹⁸ Formation Penn	¹⁹ Contractor TBA	²⁰ Spud Date ASAP

²¹ Proposed Casing and Cement Program

Hole Size	Casing Size	Casing weight/foot	Setting Depth	Sacks of Cement	Estimated TOC
17 1/2	11 3/4	42	369	300	Circulated
11	8 5/8	32 & 24	4555	1600	"
7 7/8	5 1/2	17 & 15.5	9750	600	6545

²² Describe the proposed program. If this application is to DEEPEN or PLUG BACK, give the data on the present productive zone and proposed new productive zone.
This well is no longer economic to produce from the Bough C Penn Zone. Intend to set C.I. Bridge Plug @9600' to cover Bo-C perms @9648-58 w/5sks cement on top (approx 50'). Will then test San Andres Zones from 4800' to 5050' as indicated by geological and log data by perforating, treating, & testing selectively. Blowout preventer program will include 3000 Psi Double Ram Preventer. If production is indicated, will construct gathering facilities and place on production. If ground pits are required, NMOCD pit-Guidelines will be complied with.

Permit Expires 1 Year From Approval
Date Unless Drilling Underway
Plugback



²³ I hereby certify that the information given above is true and complete to the best of my knowledge and belief.		OIL CONSERVATION DIVISION	
Signature: <i>Donald R. Layton</i>		Approved by: <i>[Signature]</i>	
Printed name: Donald R. Layton		Title: PETROLEUM ENGINEER	
Title: President		Approval Date: OCT 1 2004	Expiration Date:
Date: 10/4-2004	Phone: 806/745-4638	Conditions of Approval: Attached <input type="checkbox"/>	

District I
 PO Box 1988, Hobbs, NM 88241-1988
 District II
 PO Drawer DD, Artesia, NM 88211-0719
 District III
 1000 Rio Brazos Rd., Aztec, NM 87410
 District IV
 PO Box 2088, Santa Fe, NM 87504-2088

State of New Mexico
 Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION
 PO Box 2088
 Santa Fe, NM 87504-2088

Form C-102
 Revised February 10, 1994
 Instructions on back
 Submit to Appropriate District Office
 State Lease - 4 Copies
 Fee Lease - 3 Copies

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-041-00018		Pool Code 01190		Pool Name ALLISON SAN ANDRES	
Property Code 005787		Property Name FOX "B" STATE			Well Number 2
OGRID No. 013178		Operator Name LAYTON ENTERPRISES, INC.			Elevation 4049 GL

10 Surface Location

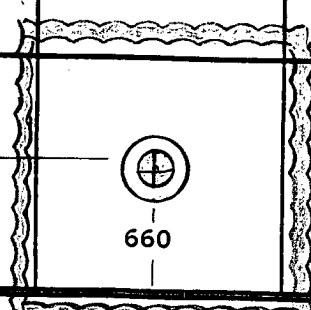
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
N	36	8S	36E		660	South	1980	West	Roosevelt

11 Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County

Dedicated Acres 40		Joint or Infill		Consolidation Code		Order No.			
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NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

16									
	1980	 660							

17 OPERATOR CERTIFICATION

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

Donald R. Layton
 Signature

Donald R. Layton
 Printed Name
 President
 Title

10-4-2004
 Date

18 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 belief.

1959
 Date of Survey

Signature and Seal of Professional Surveyor:

Certificate Number