

BEACH EXPLORATION, INC
800 N. MARIENFELD, STE 200
MIDLAND, TX 79701
PHONE: 915-683-6226
FAX: 915-683-1038

FAX TRANSMISSION
COVER SHEET

DATE SENT: 11-21-95
TO: Mike Stogner
OCH
Santa Fe

TIME SENT: 4:55
FROM: Beach Exploration
Arlene Chaston

Total number of pages including cover sheet 8

If you do not receive all the pages or have any questions please
call (915) 683-6226.

MESSAGE: _____



November 21, 1995

Mike Stogner
Oil Conservation Commission
2040 S Pacheco
Santa Fe, New Mexico 87505

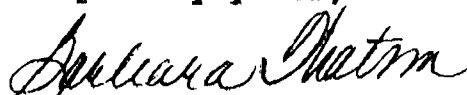
RE: Red Lake Unit
Well No. 26
163' FNL & 2118' FEL
Sec. 36, T16S, R29E
Eddy Co., New Mexico

Dear Mr. Stogner:

Beach Exploration, Inc. respectfully request administrative approval for an unorthodox location on the above referenced well due to existing topographical conditions. Forms C-101-Application to drill, Form C-102-Well Location and Acreage Dedication Plat, Red Lake Unit Plat showing proposed location, a vicinity map and a topo map of the unit with wells identified are attached. The Order No. for the Red Lake Waterflood Project is R9453 and the Order No. for the Unitization of the Project is P9454. Red Lake Unit No. 26 is being drilled to more effectively recover all possible hydrocarbons reserves.

If you should need any further information, please contact me. Thank you for your cooperation concerning this matter.

Very truly yours,



Barbara Watson
Production

Att.

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

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

State of New Mexico
Energy, Minerals and Natural Resources Department

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

Form C-101
Revised 1-1-89

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK				API NO. (assigned by OCD on New Wells)	
1a. Type of Work: DRILL <input checked="" type="checkbox"/> RE-ENTER <input type="checkbox"/> DEEPEN <input type="checkbox"/> PLUG BACK <input type="checkbox"/>				5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>	
b. Type of Well: OIL WELL <input checked="" type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER <input type="checkbox"/>				6. State Oil & Gas Lease No. NMNM84634	
2. Name of Operator Beach Exploration, Inc.				7. Lease Name or Unit Agreement Name Red Lake Unit	
3. Address of Operator 800 N. Marienfeld Ste. 200 Midland, Texas 79701				8. Well No. 26	
4. Well Location Unit Letter <u>B</u> : <u>163</u> Feet From The <u>North</u> Line and <u>2118</u> Feet From The <u>East</u> Line Section <u>36</u> Township <u>16S</u> Range <u>29E</u> NMPM Eddy County				9. Pool name or Wildcat Red Lake (Queen), East	
10. Proposed Depth 1900'		11. Formation Queen		12. Rotary or C.T. Rotary	
13. Elevations (Show whether DP, RT, GR, etc.) 3702 GL		14. Kind & Status Plug, Bond Blanket		15. Drilling Contractor L & M	
16. Approx. Date Work will start December 1, 1995					
17. PROPOSED CASING AND CEMENT PROGRAM					
SIZE OF HOLE	SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	SACKS OF CEMENT	EST. TOP
12 1/4"	8 5/8"	24#	250-280	Sufficient to Circulate	
7 7/8"	4 1/2"	10.5#	1900'	150 Sacks	

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 Barbara Watson TITLE Production DATE 11-20-95

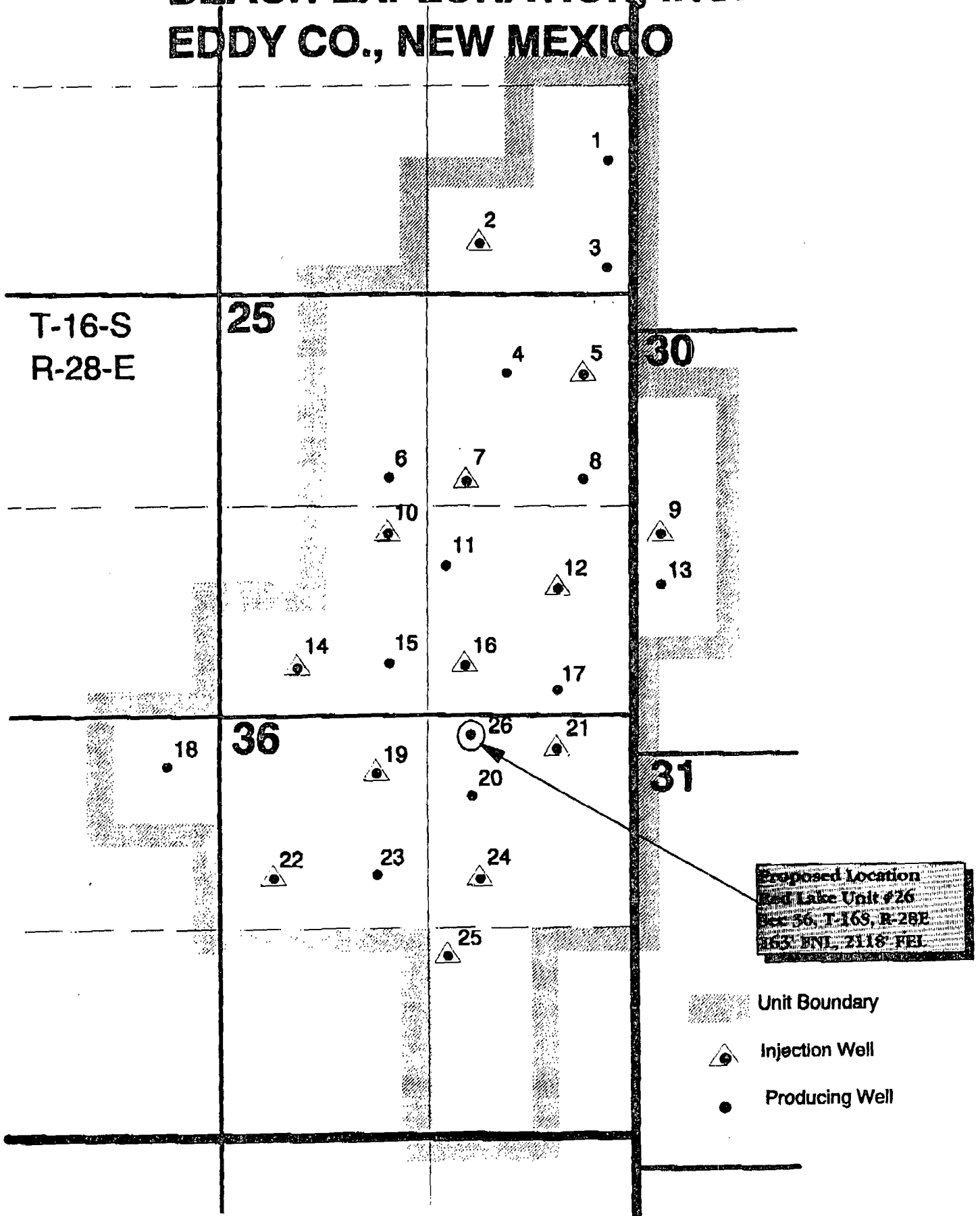
TYPE OR PRINT NAME Barbara Watson TELEPHONE NO. 915/683-6226

(This space for State Use)

APPROVED BY _____ TITLE _____ DATE _____

CONDITIONS OF APPROVAL, IF ANY:

RED LAKE UNIT BEACH EXPLORATION, INC. EDDY CO., NEW MEXICO



DISTRICT I

D. Box 1880, Hobbs, NM 88241-1880

DISTRICT II

P.O. Drawer DD, Artesia, NM 88211-0719

DISTRICT III

1000 Rio Brazos Ed., Aztec, NM 87410

DISTRICT IV

P.O. BOX 2088, SANTA FE, N.M. 87504-2088

State of New Mexico

Energy, Minerals and Natural Resources Department

Form C-102

Revised February 10, 1994

Submit to Appropriate District Office

State Lease - 4 Copies

Fee Lease - 3 Copies

OIL CONSERVATION DIVISION

P.O. Box 2088

Santa Fe, New Mexico 87504-2088

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number	Pool Code	Pool Name
	51340	Red Lake (Queen), East
Property Code	Property Name	Well Number
001923	RED LAKE UNIT	26
OGBID No.	Operator Name	Elevation
001903	BEACH EXPLORATION, INC.	3702

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
B	36	16 S	28 E		163	NORTH	2118	EAST	EDDY

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	Joint or Infill	Consolidation Code	Order No.						

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

		163'	2118'

OPERATOR CERTIFICATION

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

Barbara Watson
Signature
Barbara Watson
Printed Name
Production
Title
11-20-95
Date

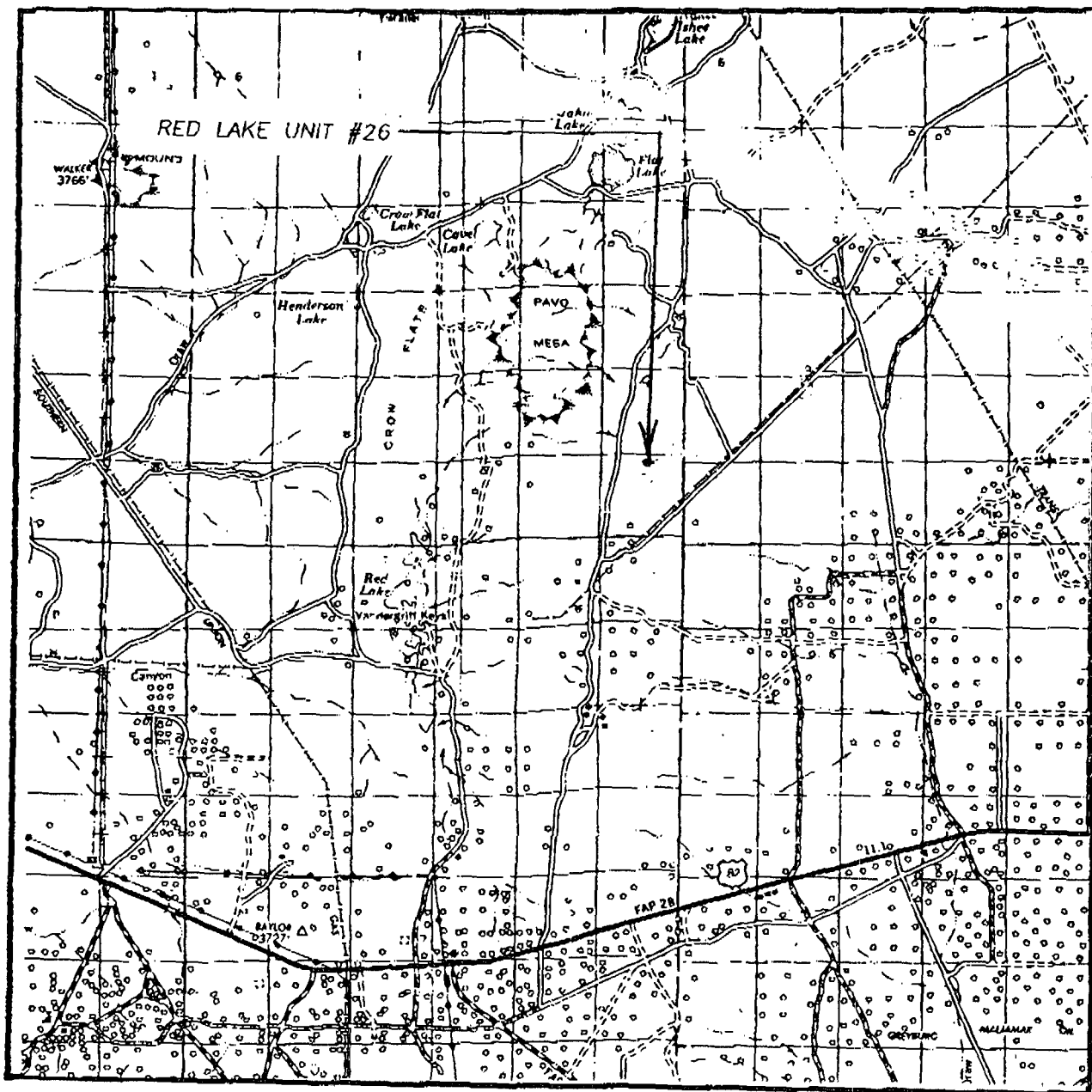
SURVEYOR CERTIFICATION

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.

NOVEMBER 8, 1995

Date Surveyed
Signature and Seal of Professional Surveyor
Professional Surveyor
NEW MEXICO
3239
11-10-95
742
Certification No. 10000-3021
Professional Surveyor
676
3239
12641

VICINITY MAP



SCALE: 1" = 2 MILES

SFC. 36 TWP. 16-S RGL. 28-E

SURVEY _____ N.M.P.M. _____

COUNTY _____ EDDY _____

DESCRIPTION 163' FNL & 2118' FEL

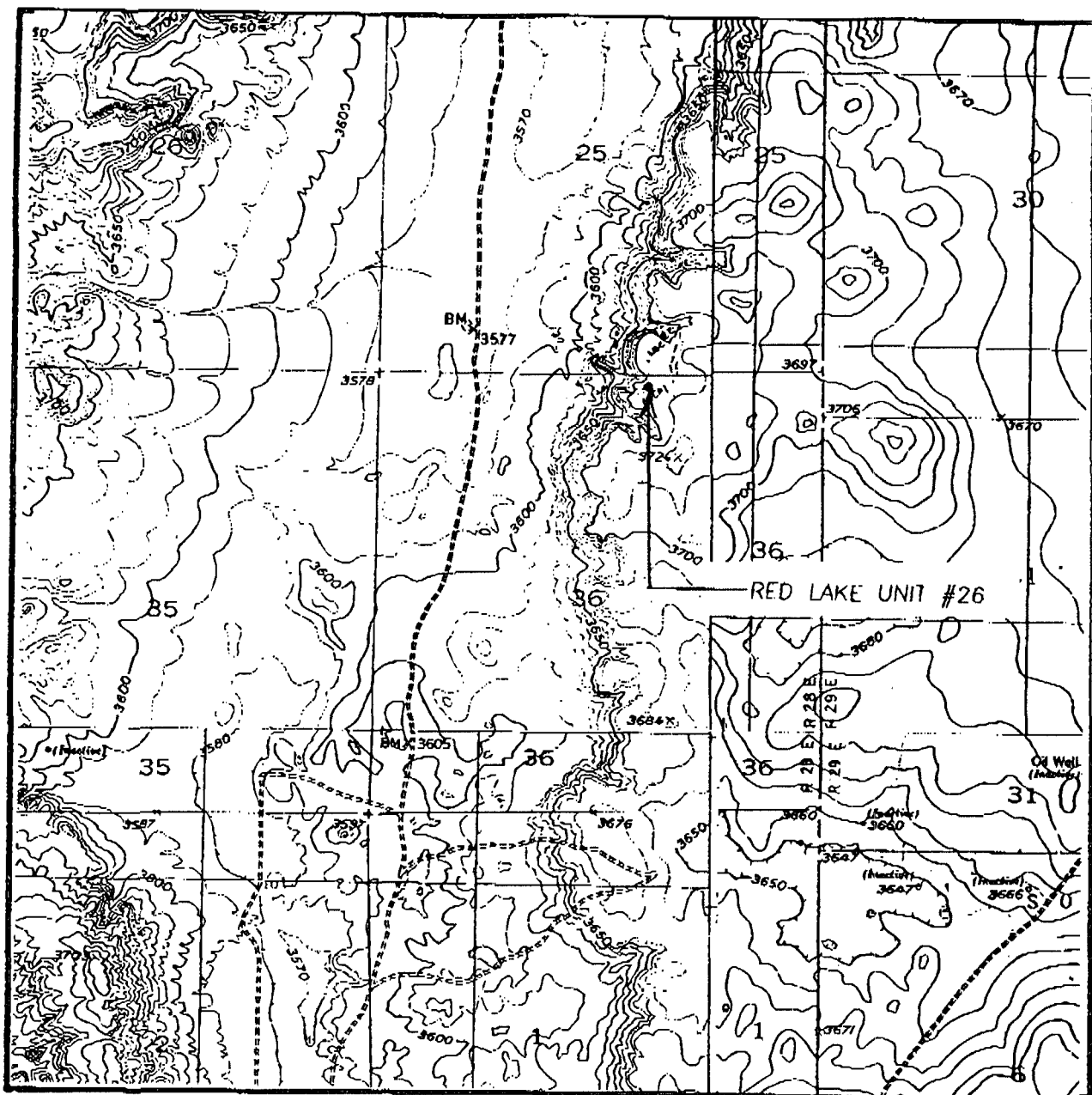
ELEVATION 3702

OPERATOR BEACH EXPLORATION, INC.

LEASE _____ RED LAKE UNIT

**JOHN WEST ENGINEERING
HOBBS, NEW MEXICO
(505) 393-3117**

LOCATION VERIFICATION MAP



SCALE: 1" = 2000'

CONTOUR INTERVAL -- 10'

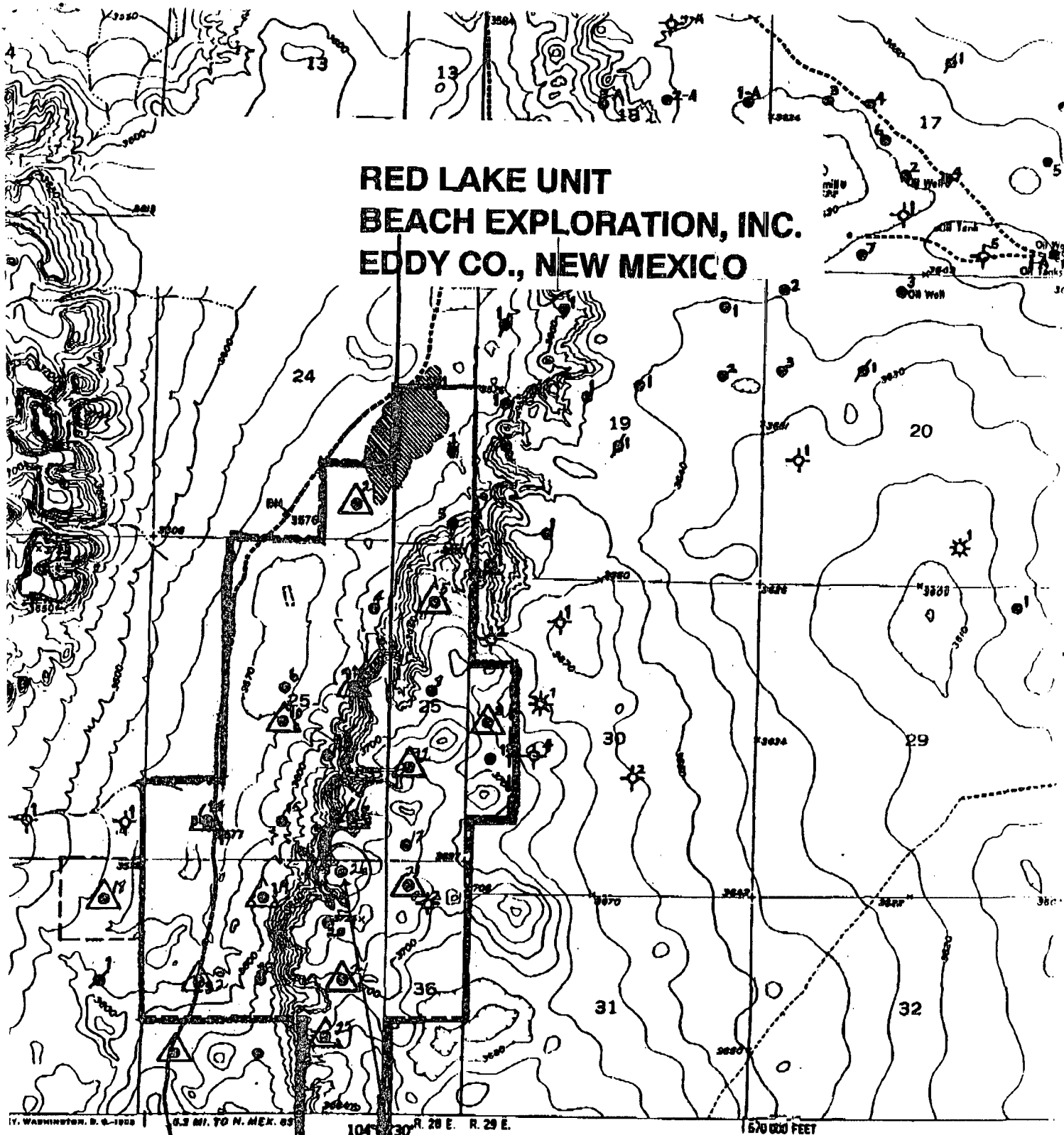
SEC. 36 TWP. 16-S RGE. 28-ESURVEY N.M.P.M. COUNTY EDDY DESCRIPTION 163' FNL & 2118' FELELEVATION 3702OPERATOR BEACH EXPLORATION, INC.LEASE RED LAKE UNIT

U.S.G.S. TOPOGRAPHIC MAP

RED LAKE, RED LAKE SE, DIAMOND MOUND, BASIN WELL, N.M.

JOHN WEST ENGINEERING
HOBBS, NEW MEXICO
(505) 393-3117

RED LAKE UNIT BEACH EXPLORATION, INC. EDDY CO., NEW MEXICO



ROAD CLASSIFICATION

4 LANE 18 LANE Light-duty
2 LANE 10 LANE Unimproved dirt

U. S. Route

State Route

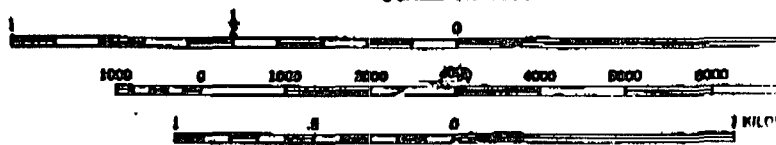
Unit Boundary

Injection Well

Producing Well

Proposed Location
Red Lake Unit #26
36. T-168, R-288
163 FNL, 2118' REL

SCALE 1:24000



CONTOUR INTERVAL 10 FEET
DATUM IS MEAN SEA LEVEL

THIS MAP COMPLIES WITH NATIONAL MAP ACCURACY STANDARDS
FOR SALE BY U. S. GEOLOGICAL SURVEY, FEDERAL CENTER, DENVER, COLORADO OR W.
A FOLDER DESCRIBING TOPOGRAPHIC MAPS AND SYMBOLS IS AVAILABLE ON REQUEST

Received 11/21/95
Released 11/22/95

Beach Exploration, Inc.
800 N. Marienfeld - Suite 200

Midland, Texas 79701

Attention: Barbara Watson

Administrative Order NSL- 3601

Dear Ms. Watson :

Reference is made to your application dated November 21, 1995 for an unorthodox oil well location for the purpose of completing an efficient production/injection pattern within the Red Lake Unit Penrose Waterflood Project Area, established by Division Order No. R- 9453, dated March 12, 1991.

It is our understanding that the proposed Red Lake Unit Well No. 26 is to be drilled 163 feet from the North line and 2119 feet from the East line (Unit B) of Section 36, Township 16 South, Range 24 East, NMPM, East Red Lake Queen-Grayburg Pool, Red Lake Unit Area, Eddy County, New Mexico.

* Said well to be dedicated to the existing standard _____-acre oil spacing and proration unit comprising the _____ of said Section _____ which is currently dedicated to the _____ Well No. _____, located at a standard oil well location _____ feet from the _____ line and _____ feet from the _____ line of said Section _____.

* The NW 1/4 NE 1/4 of said Section 36 shall be dedicated to said well forming a standard 40-acre oil spacing and proration unit.

* Said well to be dedicated to an existing standard _____-acre oil spacing and proration unit comprising the _____ of said Section _____.

* Said well to be dedicated to the existing standard _____-acre oil spacing and proration unit comprising the _____ of said Section _____ which is currently dedicated to the _____ Well Nos. _____.

By the authority granted me under the provisions of General Rule 104.F(1) and ~~Division Order No. R-~~ , the above-described unorthodox oil well location is hereby approved.

Sincerely,

William J. Lemay
Director

cc: Oil Conservation Division - Artesia
U.S. BLM -
New Mexico State Land Office - Santa Fe

MICHAEL E. STOGNER
(Status of Hearing Orders as of Friday, March 18, 1994)

CASE NO.	APPLICANT	DATE OF HEARING	SUBJECT/COUNTY	DATE ORDER ISSUED
10908	Snyder Oil Corporation	2/17/94	Downhole commingling, San Juan County.	3/14/94
10918	Meridian Oil Inc.	2/17/94	Downhole commingling, San Juan County.	3/16/94
10919	Meridian Oil Inc.	2/17/94	An unorthodox coal gas well location and downhole commingling, San Juan County.	3/16/94
10920	Meridian Oil Inc.	2/17/94	Downhole commingling and an unorthodox coal gas well location, San Juan County.	3/16/94
10921	Meridian Oil Inc.	2/17/94	Downhole commingling, San Juan County.	3/16/94

Week of March 14 - 18, 1994:

With W. Thomas Kellahin's assistance by furnishing me with a rough draft order and comments to my draft, an order was issued in consolidated Case Nos. 10918-21 without the aide of transcripts in this matter. Therefore a total of five orders were issued this week.

Three orders were issued during the week and five cases are currently pending. Transcripts will be required to complete orders in Case Nos. 10918 through 10921. I am also waiting for rough draft orders from W. Thomas Kellahin in these four cases.