MCDONNOLD OPERATING, INC. 505 N. Big Spring, Suite 204 Midland, TX 79702 (915) 682-6396

NSL-MED

694-8228

January 29, 1996

New Mexico Oil Conservation Division
Oil and Gas Drilling Permits
P. O. Box 2308

Santa Fe, NM 87503-2308

Attn: Mr. Michael Stogner

Re: Non-standard drilling location

Eumont Yates-7 RVS-Queen

L. W. White NCT-B Tract A Well No. 4

Unit N, Sec. 35 T20-S, R36E

Lea County, NM

660' from South Line and 1980' from West Line

Total Depth 3670'

Formation at TD: Queen

Gentlemen:

We are requesting administrative approval of non-standard proration unit for the above mentioned well. We have filed application for permit to re-enter to Hobbs District Office. The reason for this request is that we have only 80 acres allowed this lease and the field wide rules call for 300640 acres.

All offset operators have been notified of this request as indicated in the attached letter. This acreage is not dedicated to any other well in this field.

Your prompt attention to this matter is greatly appreciated.

Yours very truly,

Linda Johnston/Agent

McDonnold Operating, Inc.

Offset Operators-L. W. White NCT-4 Tract A
Unit N Sec 35, T20S, R36E 660' FSL & 1990' FWL
Eumont Yates-7 RVS-Queen Field
Lea County, NM

Chevron-offset to north (no production)

Arch Petro-offset to east and south

Amerada Hess-offset to north and southeast

Dos Amigos-offset to southwest.

Warrior Inc.-offset to east and northeast

J. H. Hendrix-offset to northeast

I, Linda Johnston, Agent for McDonnold Operating, Inc. hereby certify that notice of non-standard proration unit for purposes of 80 acre proration unit, has been sent to each of the above listed parties on January 29, 1996.

District I PO Bux 1990, Hobbs, NM 22141-1990 District II PO Brawer DD, Arimia, NM 2011-0719 District III 1000 Rie Brasse Rd., Astee, NM 27410 District IV

PO Box 2088, Sania Fe, NM 87504-2008

Dos Amigos

Arch Petti

State of New Mexico

OIL CONSERVATION DIVISION PO Box 2088 Santa Fe, NM 87504-2088 Form C-102
Revised February 10, 1994
Instructions on hack
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT Poel Code API Number Eumont Yates - 7 RV-Queen 30-025-04411 * Property Code Property Name Well Number L. W. White NCT-4 Tract A 'OGRID No. 14372 Operator Name Elevation McDonnold Operating, Inc. 3560 16 Surface Location Foot from the North/South Sac UL or lot se. Township Range Lot ida Fast from the Section. East/West Res County 660 1980 N 35 20-S 36-E South West Lea 11 Bottom Hole Location If Different From Surface Lot Ida Foot from the North/South See UL or let so. Section Township Range Foot from the East/West Man Свиму " Consolidation Code | " Order No. " Dedicated Acres " Joint or Infill 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 10 OPERATOR CERTIFICATION I hardry certify that the information contained herein is rns and complete to the best of my imminists and belief Crais M. McDonnold President Title 12/27/95 "SURVEYOR CERTIFICATION I hereby certify that the well location shows on this plan was placed from field noise of actual surveys made by me or under my experission, and that the same is true and correct to the best of my belief. America Hesa J. H. Hendrix Date of Burysy Signature and Sout of Professional Surveyor: Arch Patro ARCH PAR McDonnold Operating, Inc bil 40-00 0 NSP-227 160 CENT Cartificate Number

STATE OIL REPORTS P. O. Box 7663 Midland, TX 79708-7663 (915)694-8228~Fax (915)694-4743

TO: Michael Stogner	
COMPANY: NMOCD	
FAX #:(505) 827-8177	
FROM: Linda Johnston	
DATE: 2/14/96	
# OF PAGES(INCL. COVER) 2	17.
Re: Non-standard drilling location McDonnold Operating Co.	
L. W. White NCT-B Tract A Well No. 4	
Please see attached letter dated 12/27/95 from Jerry Sexton	
with verbal approval to commence re-entry of the above mentioned well.	

Please let me know if further information is required.

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TEL:

Feb 14,96 13:10 No.006 P.01

FER-14-36 WED 10:08 AN | UII HOBBS

FAX NO. 15053930720

F. 2

New Mexico

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

DISTRICT I
OIL CONSERVATION DIVISION
P.O. Box 1980
Hobbs, MM \$8241
505-393-6161

December 27, 1995

McDonnold Operating Inc. 505 N. Big Spring Ste 204 Midland TX 79701-4347

Attn: Craig M. McDonnold

Per the conversation between Sylvia A. Dickey of the OCD and Termsa Wright of McDonnold Oper. Inc., please consider this verbal approval to commence the re-entry of the L. W. White NCT B Tract A well #4, Unit N-35-20s-36e.

Please note, this well cannot produce until a Non Standard Proration Unit for 80 acres is acquired for the Eumont pool.

Please forward your letter in reference to the NSP to our Santa Fe office at the address below:

Forward the C101 and C102 on the new forms to the District I OCD office.

If you have any questions please contact Jerry Sexton at 505-393-6161.

Oil Conservation Division 2040 S. Pacheco Santa Fo, NM 87505

Sincerely

JERRY SEXTON

District I Supervisor

\$TATE OIL REPORTS P. O. Box 7663 Midland, TX 79708-7663 (915)694-8228~Fax (915)694-4743

TO: Michael Stogner
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L. W. White NCT-B Tract A Well No. 4
Please see attached letter dated 12/27/95 from Jerry Sexton
with verbal approval to commence re-entry of the above mentioned well.
Please let me know if further information is required.

Danna Pitzer does not answer New shone, Therefore, I am the sending all 6 capies again to Habba. This is the original James. Linear District I State of New Mexico

State of New Mexico

Energy, Minerals & Natural Resources Department

District U

District D Po Brawer DD, Artesia, NM 85211-0719
District III PO Box 2088
1000 Rto Brazos Rd., Azuec, NM 87410
Santa Fe, NM 87504-2088

STATE.OIL.REPORTS

Form C-101
Revised February 10, 1994
Instructions on back
Submit to Appropriate District Office
State Lasse - 6 Copies
Fee Lease - 5 Copies

lstrict IV O Blox 2088, San	u Fc, NM I	7504-201	18		, , , , , ,				AMEN	DED REPORT	
APPLICA'	TION I	OR I				TER, DEEP	en, Plugb	ACK,	OR AI	DD A ZONE	
Operator Name and Address. McDonnold Operating, Inc.							_	OGRID Number			
				14					14372		
505 N. Big Spring, Suite 204 Midland, TX 79701-4347								30.025-04411			
Property Code			L. W. White NCT-B Tract A						4 Well No.		
					'Surface	-					
UL or lot mt.	Section	Town	hip Range	Lot Ida	Feet from the	North/South Hoe	Fort from the	East/V	Vest Lac	County	
	35	20-8	36-E		660	South	1980	We	st	Lea	
		1	Proposed	Bottom	Hole Local		ent From Sur	face			
UL or lot so.	Section	Towns	hip Range	Lot Ida	Feet from the	North/Scoth line	Feet from the	East/V	Vest libe	County	
Proposed Pool I					11 Proposed Pool 3						
"Work Type Code					1	Retary		14 Louis Type Code		" Ground Level Elevation	
E				G X			8 P	-	3569		
" Multiple N			Proposed Depth		"Formation Yates-7RV-Queen		17 Contractor		19 Spud Date 12/28/95		
						nd Cement I	rogram				
Hole Size			Casing Size Casing weight/foot				Setting Depth Seeks of Comean			d Estimated TOC	
13 3/4"					32.3# 3431		375		Circ.		
8 3/4"			7**		20# 3725'		1900		Circ.		
McDor	inold (n preva)pera 28 wi	ting, In	ray, tara c, plan /8" bit	d dional Accis if & TO TO=ET	iter the su Perforat	hject well e from 3027	by dr	:11] : ng	out the	
BOP v	√ill bi	± a S	entinel	with 2	7/8" pipe	rams on bo	ttom and bl	ind r	ams on	top.	
i betaby certi			e gives above i	I'M AND COM	splute to the best	OIL	CONSERVA	TION	V DIVI	SION	
=1,,,,,,,			Ami C			Approved by:		*			
Printed water: Graig M. McDonnold						Titles					
Title: President						Approval Date: Repiration Date:					
Date: 12/27/95 (915) 682-6396						Conditions of Approval:					