

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

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

RECEIVED

DEC - 2 2009

Form C-101
June 16, 2008

NMOCDA-ARTESIA

Submit To: appropriate District Office

☐ AMENDED REPORT

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

Operator Name and Address Grand C Service P.O. Box 1618 88211-1618		OGRID Number 265378
Property Code 15362-306514	Property Name Malco State	API Number 30-015-37428
Proposed Pool 1 Empire; Yates Seven Rivers		Well No 3
Proposed Pool 2		

Surface Location

UL or lot no. G	Section 31	Township 17S	Range 28E	Lot Idn	Feet from the 1980	North/South line North	Feet from the 1980	East/West line East	County El Paso
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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
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Additional Well Information

Work Type Code N	Well Type Code O	Cable/Rotary R	Lease Type Code S	Ground Level Elevation 3682
Multiple N6	Proposed Depth 650	Formation Yates 7 Rivers	Contractor Martin	Spud Date WIN approved

Proposed Casing and Cement Program

Hole Size 7 7/8	Casing Size 5 1/2	Casing weight/foot 17	Setting Depth 600'	Sacks of Cement 175	Estimated TOC Surface

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. Describe the blowout prevention program, if any. Use additional sheets if necessary.

Rig up Air rig Drill to 600' set 5 1/2 casing
Circulate to Surface. Drill to 650' open
hole place well on prod.

I hereby certify that the information given above is true and complete to the best of my knowledge and belief.		OIL CONSERVATION DIVISION	
Signature: George A Chase Jr.		Approved by: Lewis R Dade	
Printed name: George A Chase Jr.		Title: Dist II Supervisor	
Title: owner		Approval Date: 12/16/09	Expiration Date:
E-mail Address: 3jchase@myway.com			
Date: 11-2009	Phone: 575-365-8702	Conditions of Approval Attached <input type="checkbox"/>	

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State of New Mexico
Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-102
Revised October 12, 2005
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies
☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-015-37428		² Pool Code 22230		³ Pool Name Empire Yates Seven Rivers	
⁴ Property Code 15362 306514		⁵ Property Name Malco State			⁶ Well Number 3
⁷ OGRID No. 265378		⁸ Operator Name G and C Services			⁹ Elevation 3682

¹⁰ Surface Location

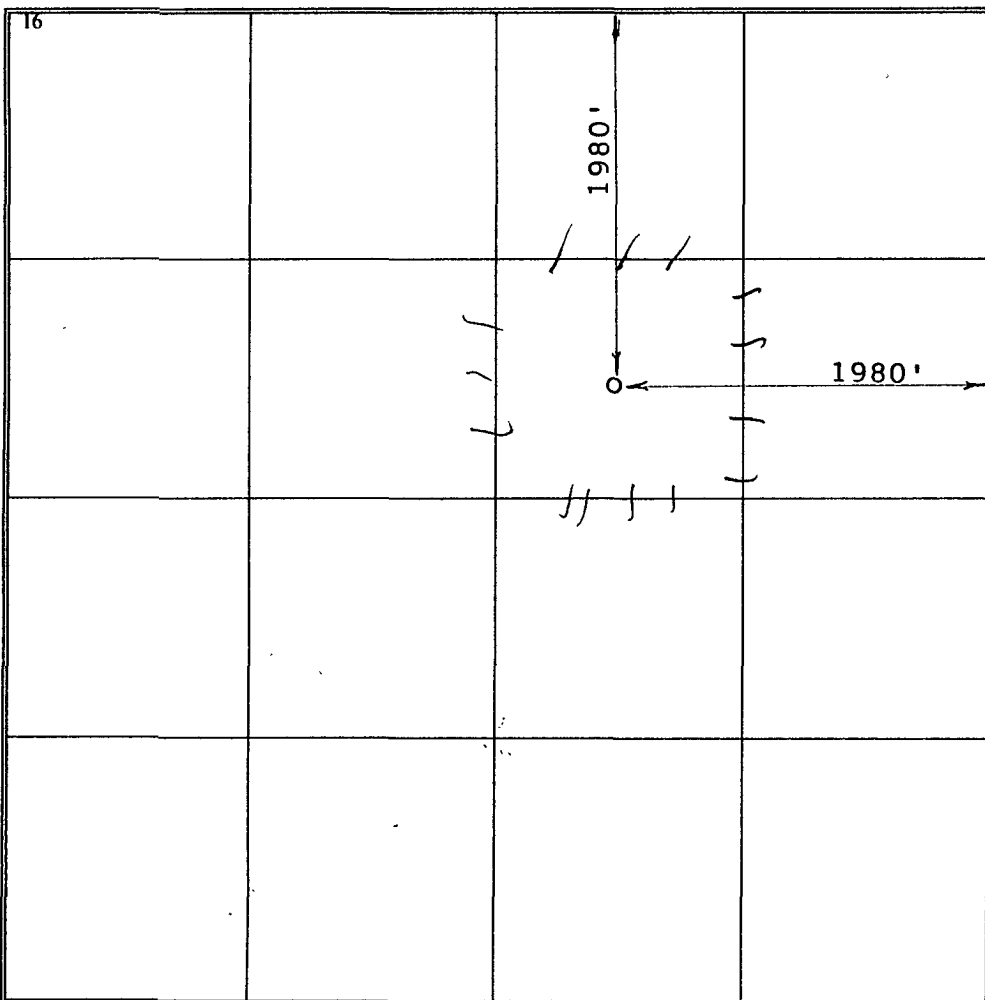
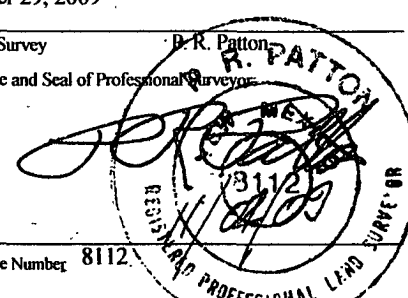
UL or lot no. G	Section 31	Township 17 S	Range 28 E	Lot Idn	Feet from the 1980	North/South line NORTH	Feet from the 1980	East/West line EAST	County Eddy
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¹¹ Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
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¹² Dedicated Acres 40	¹³ Joint or Infill Y	¹⁴ Consolidation Code	¹⁵ 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 	¹⁷ OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division. Signature: <i>George A Chase Jr.</i> Date: 11-22-09 Printed Name: George A Chase Jr.
	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. October 29, 2009 Date of Survey Signature and Seal of Professional Surveyor: <i>R. R. Patton</i>  Certificate Number: 8112

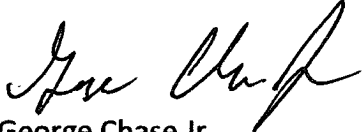
George A. Chase Jr.
G and C Service
P.O. Box 1618
Artesia, NM 88211-1618
Telephone: 575-365-8702

New Mexico Oil Conservation Division
1301 W. Grand Avenue
Artesia, NM 88210

Re: Malco State #3

This letter is in reference to the Oil Conservation Division's requirements for a H2S contingency plan for the above captioned well. No H2S, abnormal pressures or temperatures are expected in the drilling of the above captioned well.

Sincerely,


George Chase Jr.

Grand C Service

malco State #3

