

REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT

|                                                                                                                                   |                                             |                                      |
|-----------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------|--------------------------------------|
| Operator name and Address<br>MARKS AND GARNER PRODUCTION, LTD. CO.<br>P.O. BOX 70 - 14215 Love St.<br>Lovington, New Mexico 88260 |                                             | OGRID Number<br>14070                |
|                                                                                                                                   |                                             | Reason for Filing Code<br>CH 12/1/94 |
| API Number<br>30-015-24723                                                                                                        | Pool Name<br>Grayburg Jackson 7RVS-Qn-GB-SA | Pool Code<br>28509                   |
| Property Code<br>16230<br>001432                                                                                                  | Property Name<br>Cave Pool Unit             | Well Number<br>#59                   |

I. Surface Location

|               |         |          |       |         |               |                  |               |                |        |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South Line | Feet from the | East/West line | County |
| J             | 5       | 17S      | 29E   |         | 1650          | SOUTH            | 1450          | EAST           | Eddy   |

II. Bottom Hole Location

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

|               |                            |                     |                     |                      |                       |
|---------------|----------------------------|---------------------|---------------------|----------------------|-----------------------|
| Lee Code<br>5 | Producing Method Code<br>P | Gas Connection Date | C-129 Permit Number | C-129 Effective Date | C-129 Expiration Date |
|---------------|----------------------------|---------------------|---------------------|----------------------|-----------------------|

III. Oil and Gas Transporters

| Transporter OGRID | Transporter Name and Address                                          | POD                | O/G          | POD ULSTR Location and Description |
|-------------------|-----------------------------------------------------------------------|--------------------|--------------|------------------------------------|
| 15694             | Navajo Crude Oil Purchasing<br>P.O. Drawer 159<br>Artesia, N.M. 88210 | 0465610            | 0            |                                    |
| <del>05097</del>  | <del>Conoco<br/>10 Desteia Drive W.<br/>Midland, Texas 79705</del>    | <del>0465630</del> | <del>0</del> | <del>DEC 14, 1994</del>            |
|                   |                                                                       |                    |              |                                    |
|                   |                                                                       |                    |              |                                    |
|                   |                                                                       |                    |              |                                    |

V. Produced Water

|     |                                    |
|-----|------------------------------------|
| POD | POD ULSTR Location and Description |
|-----|------------------------------------|

VI. Well Completion Data

|           |                      |           |              |              |
|-----------|----------------------|-----------|--------------|--------------|
| Spud Date | Ready Date           | TD        | PBTD         | Perforations |
|           |                      |           |              |              |
| Hole Size | Casing & Tubing Size | Depth Set | Sacks Cement |              |
|           |                      |           | Post ID 3    |              |
|           |                      |           | 12/15/94     |              |
|           |                      |           | CH4 OP       |              |

Well Test Data

|              |                   |           |             |               |               |
|--------------|-------------------|-----------|-------------|---------------|---------------|
| Date New Oil | Gas Delivery Date | Test Date | Test Length | Tbg. Pressure | Csg. Pressure |
| Choke Size   | Oil               | Water     | Gas         | AOF           | Test Method   |

I hereby certify that the rules of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief.

Signature: *Tommy W. Folsom*

Printed name: Tommy W. Folsom

Title: Agent

Date: 12/7/94 Phone: (505) 885-8302

OIL CONSERVATION DIVISION

Approved by: SUPERVISOR, DISTRICT II

Title:

Approval Date:

If this is a change of operator fill in the OGRID number and name of the previous operator

*Tommy W. Folsom* Tommy W. Folsom Agent 12/7/94

Previous Operator Signature Printed Name Title Date

Arapaho Oil and Gas, Inc. 000955