N. M. Oil Cons. D'ision

811 SUPPOT 51.1

30-015-29570 FORM APPROVED

Form 3160-3 (July 1992)

23.4

ARTESIA, NM 85210-2824 on **UNITED STATES**

OMB NO. 1004-0136 Expires: February 28, 1995

DEPARTMENT OF THE INTERIOR 5. LEASE DESIGNATION AND SERIAL NO. NM 94838 BUREAU OF LAND MANAGEMENT 6. IF INDIAN, ALLOTTER OR TRIBE NAME APPLICATION FOR PERMIT TO DRILL OR DEEPEN 1a. TYPE OF WORK 7. UNIT AGREEMENT NAME DRILL X DEEPEN . MOV 1 + 1996 b. TYPE OF WELL MULTIPLE ZONE SINGLE 8. FARM OR LEASE NAME, WELL NO. 20840 FH "29" Federaí Com.#1 2. NAME OF OPERATOR Penwell Energy, (915)683-2534 Inc. 30-015-79
10. FIELD AND POOL, OR
2015 Shoul 3. ADDRESS AND TELEPHONE NO. 79701 600 N. Marienfeld, Ste. 1100, Midland, Texas 4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.*) ck Morrow South 11. SEC., T., B., M., OF BLK. PRO GAS 1980'FSL & 660' FEL At proposed prod. zone 1980' FSL & 660' FEL Sec. 29, T23S, R26E 14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE 12. COUNTY OR PARISH | 13. STATE 9 miles South from Carlsbad, New Mexico Eddy N.M. 17. NO. OF ACRES ASSIGNED TO THIS WELL. 15. DISTANCE FROM PROPUSED* LOCATION TO NEAREST PROPERTY OR LEASE LINE, 16. NO. OF ACRES IN LEASE 660' 160 (320 in Com) 320 (Also to nearest drig, unit line, if any) DISTANCE FROM PROPOSED LOCATIONS
TO NEAREST WELL, DRILLING, COMPLETED,
OR APPLIED FOR, ON THIS LEASE, FT. 19. PROPOSED DEPTH 20. ROTARY OR CABLE TOOLS Rotary | 22. APPROX. DATE WORK WILL START* 12000! 21. ELEVATIONS (Show whether DF, RT, GR, etc.) 3378**'** GR Nov. PROPOSED CASING AND CEMENTING PROCEAM QUANTITY OF CEMENT SETTING DEPTH SIZE OF HOLE GRADE, SIZE OF CASING WEIGHT PER FOOT Circ. 409Cdx TEL. C Neet + 2% CaCl <u>-600'</u> 1700' $\frac{3/8}{5/8}$ 36# COCCUEXTEL. C Lite Circ to Su J-55 9 600 sx Cl. H Lite 10700 8 3/4L-80 & S-95 23# & 26# 7" 12000' 200 sx. Cl. H cmt. (Liner) 4 1/2" 13.50# 1/8" WAR WAY SUBJECT TO A CENT REQUIREMENTS AND SPECIAL STIPULATIONS -AT ACHED IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen, give data on present productive zone and proposed new productive zone. If proposal is to drill or deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout preventer program, if any

(This space for Federal or State office use) APPROVAL DATE ... Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon CONDITIONS OF APPROVAL, IF ANY: James G. Fettengill (ORIG. SGD.) TONY L FERGUSON 11/08/96 ADM. MINERALS *See Instructions On Reverse Side