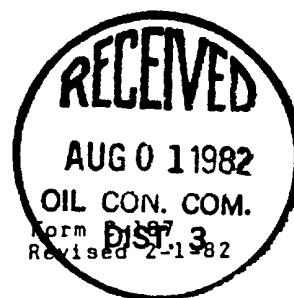


STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION  
P. O. BOX 2088  
SANTA FE, NEW MEXICO 87501



APPLICATION FOR MULTIPLE COMPLETION

Operator	County	Date
Southland Royalty Company	San Juan	July 29, 1982
Address	Lease	Well No.
P.O. Drawer 570		
Farmington, New Mexico	Hughes	3
Location of Well	Unit	Section
B	23	28N
		Range
		11W

All Applicants for multiple completion must complete Items 1 and 2 below.

1. The following facts are submitted:	Upper Zone	Intermediate Zone	Lower Zone
a. Name of Pool and Formation	Kutz Fruitland		<del>Bloomfield</del> Chacra
b. Top and Bottom of Pay Section (Perforations)	1490'-1558'		2756'-2875'
c. Type of production (Oil or Gas)	Gas		Gas
d. Method of Production (Flowing or Artificial Lift)	Flowing		Flowing
e. Daily Production <input type="checkbox"/> Actual <input checked="" type="checkbox"/> Estimated Oil Bbls. Gas MCF Water Bbls.	 --- 872 ---		 --- 758 ---

2. The following must be attached:

- Diagrammatic Sketch of the Multiple Completion, showing all casing strings, including diameters and setting depths, centralizers and/or turbolizers and location thereof, quantities used and top of cement, perforated intervals, tubing strings, including diameters and setting depth, location and type of packers and side door chokes, and such other information as may be pertinent.
- Plat showing the location of all wells on applicant's lease, all offset wells on offset leases, and the names and addresses of operators of all leases offsetting applicant's lease.
- Electrical log of the well or other acceptable log with tops and bottoms of producing zones and intervals of perforation indicated thereon. (If such log is not available at the time application is filed it shall be submitted as provided by Rule 112-A.)

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

Signed [Signature] Title Dist. Production Manager Date July 29, 1982

(This space for State Use)

Approved Original Signed by FRANK T. CHAVEZ Title SUPERVISOR DISTRICT #3 Date AUG 1 1982

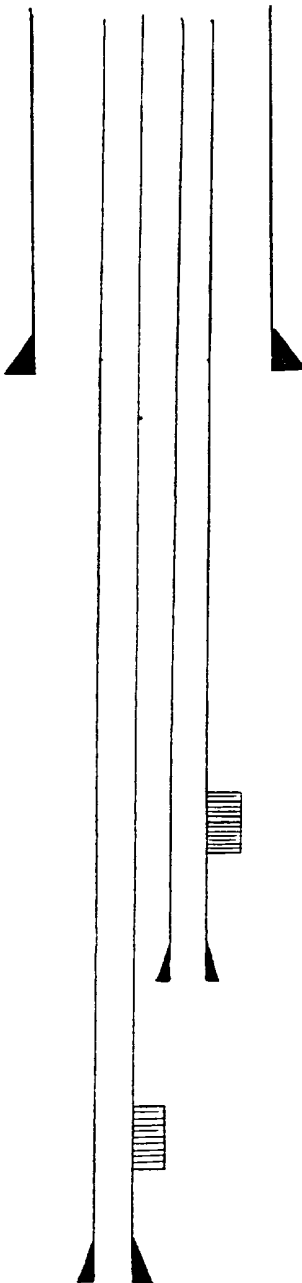
NOTE: If the proposed multiple completion will result in an unorthodox well location and/or a non-standard proration unit in one or more of the producing zones, then separate application for approval of the same should be filed simultaneously with this application.

SOUTHLAND ROYALTY COMPANY

DUAL COMPLETION PROGRAM

HUGHES #3

1100' FNL & 1800' FEL  
Section 23, T28N, R11W  
San Juan County, New Mexico



9-5/8", 32.30#, casing set at 225', cemented with 110 sacks cement.

Perforated Fruitland from 1490'-1558' (8 holes)  
Frac'd with 10,000 gals fresh water pad, 28,000 gals fresh water  
carrying 1 PPG 20/40 sand.

2-7/8", 6.50#, J-55 casing set at 1640'.  
\*See below

Perforated Chacra from 2756'-2875' (11 holes).  
Frac'd with 36,000 gals 70 quality foam pad and 60,500# 10/20 sand.

2-7/8", 6.50#, J-55 casing set at 2950'.  
\*See Below

\*Cemented both casing strings of 2-7/8" casing with 745 sacks cement.

OFFSET OPERATORS AND ADDRESSES

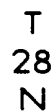
Marathon Oil Company  
P. O. Box 2659  
Casper, Wyoming 82602

Supron Energy Corporation  
P.O. Box 808  
Farmington, New Mexico 87401

Chaparral Resources, Inc.  
1660 Lincoln Street, Suite 2400  
Denver, Colorado 80264

Pioneer Production Corporation  
Suite 800, Plaza One  
P. O. Box 2542  
Amarillo, Texas 79105

R 11 W



S R C  
ughes #3

SAN JUAN COUNTY, NEW MEXICO

BY BOB FIELDER

$$r = 3000'$$

JULY 27, 1982