DISTRIBUTION NEW MEXICO OIL CONSERVATION COMMISSION REQUEST FOR ALLOWABLE SANTA FE AND FILE AUTHORIZATION TO TRANSPORT OIL AND NATURAL GAS U.S.G.S. LAND OFFICE OIL TRANSPORTER GAS OPERATOR PROBATION OFFICE Operator LAYTON ENTERPRISES, INC. Address 3103 - 79th Street, Lubbock, Texas 79423 Other (Please explain) Reason(s) for filing (Check proper box) Change in Transporter of: New Well Injection Well D:y Gas Oil Recompletion Casinghead Gas Condensate Change in Ownership X if change of ownership give name MURPHY MINERALS CORPORATION, P.O. Drawer 2164, Roswell, New Mexico 88201 and address of previous owner _ DESCRIPTION OF WELL AND LEASE Kind of Lease Well No. Pool Name, including Formation Tract #29 State, Federal or Fee No Caprock Queen Unit #1 Caprock Queen (Lea) Location Feet From The 1650 Line and 660 Feet From The Unit Letter Range 32E NMPM. 735 qidenwo T. Line of Section L DESIGNATION OF TRANSPORTER OF OIL AND NATURAL GAS

or Condensate

Sec.

Tubing Pressure

or Dry Gas

Twp.

P.ge.

Form C-104 Supersedes Old C-104 and C-Effective 1-1-65 (Change Effective September 8, 1976) Legae No. Fee West County Address (Give address to which approved copy of this form is to be sent) Address (Give address to which approved copy of this form is to be sent) When Same Res'v. Diff. Res Plug Back P.B.T.D. Tubing Depth Depth Casing Shoe

If this production is commingled with that from any other lease or pool, give commingling order number: COMPLETION DATA New Well Oil Well Gas Well Workover Deepen Designate Type of Completion - (X) Total Depth Date Compl. Ready to Prod. Top O!l/Gas Pay Name of Producing Formation I levations (DF, RKB, RT, GR, etc.) (erforations TUBING, CASING, AND CEMENTING RECORD SACKS CEMENT DEPTH SET CASING & TUBING SIZE HOLE SIZE (Test must be after recovery of total valume of load oil and must be equal to ar exceed top all able for this depth or be for full 24 hours) TEST DATA AND REQUEST FOR ALLOWABLE OIL WELL Producing Method (Flow, pump, gas lift, etc.) Date First New Oil Run To Tanks Date of Test

Is gas actually connected?

Ges - MCF Weter - Bble. Oil-Bbls. Actual Prod. During Test GAS WELL Gravity of Condensate Bble. Condensate/MMCF I ength of Test Actual Prod. Tost-MCF/D Casing Pressure (Shut-in) Choke Size Tubing Proseure (Shut-in) Testing Marked (pitot, back pr.)

Casing Pressure

E CERTIFICATE OF COMPLIANCE

Length of Test

Name of Authorized Transporter of Oil

If well produces oil or liquids, give location of tanks.

Name of Authorized Transporter of Casinghead Gas

Unit

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

(Signature) President, Layton Enterprises, Inc.

(Title)

OIL CONSERVATION COMMISSION

Choke Size

APPROVED Orig. Signed by BY. n Runyan

TITLE .

This form is to be filed in compliance was gut & 1104.

If this is a request for allowable for a newly delited or des well, this form must be accompanied by a tabulation of the dayis tests taken on the well in accordance with MULE 111.

All sections of this form must be filled out completely for all able on new and recompleted wells. Fill out only Sections I. II. III, and VI for changes of ow well name or number, or transporter, or other such change of condi-

Separate Forms C-104 must be filed for each pool in mult completed wells.

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