NO. OF COPIES RECEIVED DISTRIBUTION SANTA FE FILE U.S.G.S. LAND OFFICE OPERATOR APPLICATION	RECE NEW MEXICO OIL CONS MAR 16	SERVATION COMMISSIO 1978 C. Defice	R NC R	30-005-60493 brm C-101 levised 1-1-65 5A. Indicate Type of Lease state X гег 5. State Oil & Gas Lease No. L-769
1a. Type of Work	OKTERMIT TO DRIEE, DEET EN	, OKTEUG DACK	P	7. Unit Agreement Name
DRILL X				Calumet Ranch 8. Farm or Lease Name Calumet Ranch Unit 9. Well No.
Deed & Storror	a Ina			1
Read & Stever	s, mc.			10. Field and Pool, or Wildcat
	swell, New Mexico 88201	L		Wildcat Advance
4. Location of Well UNIT LETTER_	0 LOCATED660 = East LINE OF SEC. 21	_ PEET PROM THESOU SOU 	7-E NMPM	12. County Chaves
		19. Proposed Depth 6800'	19A. Formation Strawn	
21. Elevations (Show whether DF, R1		21B. Drilling Contractor		22. Approx. Date Work will start
3600.5' GR	Statewide	Watson Drlg.	Co., et al	March 18, 1978
23. PROPOSED CASING AND CEMENT PROGRAM				

SIZE OF HOLE	SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	SACKS OF CEMENT	EST. TOP
15"	12 3/4"	34#	250'	100 sx.	Circulated
11''	8 5/8"	24 #	1200'	300 sx.	Circulated
7 7/8"	4 1/2"	10.5# & 11.6	ŧ 6800¹	225 sx.	6000'

See attached well prognosis for proposed drilling and blowout preventer program. The gas attributed to this proration unit is uncommitted.

APPROVAL VALID FOR 90 DAYS UNLESS DRILLING COMMENCED,

EXPIRES 6/17/78

DATE MAR 1 7 1978

IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: IF PROPOSAL IS TO DEEPEN OR PLUG BACK, GIVE DATA ON PRESENT PRODUCTIVE ZONE AND PROPOSED NEW PRODUC-TIVE ZONE, GIVE BLOWOUT PREVENTER PROGRAM, IF ANY.

I hereby certify that	the information above is true	and compl	ete to the b	est of my knowled	ige and belief.			
Signed Arth	the auderson	S	Title	Agent		Date	March 14, 1	978
	his space for State Use)	<i></i>					······	

APPROVED BY Mike Withams TITLE OIL AND GAS INSPECTOR CONDITIONS OF APPROVAL, IF ANY:

NE. JEXICO OIL CONSERVATION COMMISSIC WELL LOCATION AND ACREAGE DEDICATION PLAT

All distances must be from the outer boundaries of the Section 1.ease Well Operator ï Calumet Ranch Unit Read & Stevens, Inc. Section. Township Range Unit Letter 27 East Chaves 21 12 South Ο Actual Footage Location of Well: 1980 East South 660 feet from the line and teet from the line Ground Level Elev Producting Formation Pocl Dedicated Acreage: Wildcat Strank 320.00 Strawn 3600.5 Acres 1. Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below. 2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty). 3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling. etc? If answer is "yes," type of consolidation ____ 7 Yes No If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.). No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Commission. CERTIFICATION I hereby certify that the information conherein is true and complete to the dedge and belief. uleroo John L. Anderson, Jr. Festion Agent Comp my Read & Stevens, Inc. March 14, 1978 Read & Stevens, Inc. I hereby certify that the well location shown on this plat was plotted from field L-769 notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief. Date Surveyed 3/11/78 1980 Registered Professional Engineer and or I and Surveyor 660 State Conflicate No. John W. Wes 676 2000 Ronald J. Eidson 3239

1 500

1000

800

1320 1850

330

660

90

1980 2310

26 40

WELL PROGNOSIS

OPERATOR: Read & Stevens, Inc. WELL: #1 Calumet Ranch Unit FIELD & DEPTH: Wildcat - Strawn - 6800' LOCATION: 660' FSL & 1980' FEL Sec. 21, T-12-S, R-27-E, Chaves Co., N.M. CONTRACTOR: Watson Drilling Co. and others. ELEVATION: 3600.5' GR, 3612' RKB (est.)

ESTIMATED FORMATION TOPS

T/San Andres T/Glorieta	1200' 2550'	(+2412) (+ 1062)
A/Abo	4750'	(-1138)
T/Wolfcamp	5700'	(-2088)
T/Pennsylvanian	6300'	(-2688)
T/Strawn	6600'	(-2988)
T/Mississippian	6800'	(-3188)

CASING PROGRAM

Hole Size	Casing Size	Wt. Per Foot	Setting Depth	Cement
15"	12 3/4"	34# Foster	250'	100 sxCirc.
11"	8 5/8"	24# J-55	1200'	300 sxCirc.
7 7/8"	4 1/2"	10.5#, 11.6# J-55	6800'	225 sx.

MUD PROGRAM

0'-250'	Fresh water w/ lime gel spud mud.			
250'-1600'	Fresh water and native mud.			
1600'-1950'	Drill with cable tools using fresh water for hole clean-out.			
1950'-4750'	Fresh water and native mud to 4750' or top of Abo.			
4750'-6400'	Fresh water mud system. Mud wt. 8.5#-9.0#, Vis. 34-36, WL 100, 3%-4% oil.			
6400'-6800'	Chemical mud system. Mud wt. 9.0#-9.5#, Vis. 36-46, WL 10.			

LOGGING PROGRAM

Run Schlumberger Simultaneous Gamma Ray-Caliper, Compensated Neutron Formation Density as porosity tool with Dual Induction Laterolog as Resistivity tool. Detail from base of 8 5/8" to total depth.

DRILLING PROGRAM

1. Drill 15" hole with Watson Drilling Co. to 250' and set 12 3/4", 34#, Foster type, S.T.&C. surface casing. Cemented with 100 sx. Class "C" cement with 2% CaCl₂. Cement will be circulated.

2. Drill 11" hole with Watson Drilling Co. to 1200' and set 8 5/8", 24#, J-55, S.T.&C. casing, cemented with 300 sx. Class "H" cement with 2% CaCl2. Then drill 7 7/8" hole with Watson Drilling Co. to 1600' (400' into San Andres).

3. Move off rotary and drill 7" hole with undesignated cable tool from 1600' to 1950' to open hole test the Slaughter zone of the San Andres.

WELL PROGNOSIS #1 Calumet Ranch Unit Page 2

4. Move off cable tool and move-in undesignated rotary contractor. Ream 7" hole from 1600' to 1950' to 7 7/8" hole. Drill 7 7/8" hole to 6800' and if completion attempt is warranted, run 4 1/2", 10.5#, 11.6#, J-55, S.T.&C. and L.T.&C. casing to 6800', cemented with 225 sx. Class "C" cement w/ 3/4 fo 1% CFR-2 and 8# salt per sx.

BLOWOUT PREVENTER PROGRAM

Watson Drilling Co. rig will be equipped with a $12 \ 3/4'' \ge 10''$ Series 900 Shaffer 3000# blowout preventer. The cabel tool rig will use a control head. The large rotary rig will be equipped with a 10'' Series 900 Shaffer LWS 3000# working press double blowout preventer with a dual control 3000# closing unit and dual control 3000# accumulator. Blowout preventer stock and casing head will be independently pressure tested before drilling into the Wolfcamp formation. A daily check of the blowout preventer system will be made from 5700' to total depth.

WELL SUPERVISION

Well site supervision will be maintained from surface to total depth. Samples will be caught, washed and sacked from below surface string at 200' to total depth at 10 foot intervals. Mud logging and gas detector unit will be operative from 5700' to total depth. All significant shows of oil and /or gas will be drill stem tested. Mechanically recorded drilling time will be maintained from surface to 1600' and from 1950' to total depth.