Form 3160-3 (November 1983) (formerly 9-331C)

NM Oil Cons.

Drawer DD

missicn

SUBMIT IN TR CATE* (Other instructions on reverse side)

Form approved. Budget Bureau No. 1004-Expires August 31, 1985

450 sx(Circulate)

gas and water zones.

300 sx(to isolate all oil.

UNITED STATES ArtoEPARTMENT OF THE INTERIOR 5. LEASE DESIGNATION AND SERIAL NO. BUREAU OF LAND MANAGEMENT NM-8431 6. IF INDIAN, ALLOTTEB OR TRIBE NAME APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK 1a. TYPE OF WORK 7. UNIT AGREEMENT NAME DEEPEN PLUG BACK DRILL 🖾 b. TYPE OF WELL 8. FARM OR LEASE NAME OIL WELL WELL X OTHER Penjack Federal 9. well No. 2. NAME OF OPERATOR McClellan Oil Corporation 3. ADDRESS OF OPERATOR P.O. Drawer 730, Roswell, N.M.
4. LOCATION OF WELL (Report location clearly and in accordance with any 88202 O C D

State requirements.*)

ARTESIA, OFFICE 10. FIELD AND POOL, OR WILDCAT Pecos Slope-Abo 11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA 1980' FNL & 660' FEL, SE/4 NE/4, Unit letter H At proposed prod. zone Sec. 12, T10S, R25E Same 14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE. 12. COUNTY OR PARISH | 13. STATE 9 miles Northeast of Roswell Chaves N.M. 15. DISTANCE FROM PROPOSED* LOCATION TO NEAREST PROPERTY OR LEASE LINE, F 17. NO. OF ACRES ASSIGNED TO THIS WELL 16. NO. OF ACRES IN LEASE 6601 <u> 1514.68</u> 160 (Also to nearest drlg. unit line, if any) 20. ROTARY OR CABLE TOOLS 18. DISTANCE FROM PROPOSED LOCATION*
TO NEAREST WELL, DRILLING, COMPLETED,
OR APPLIED FOR, ON THIS LEASE, FT. 19. PROPOSED DEPTH 4700**'** Rotary 21. ELEVATIONS (Show whether DF, RT, GR, etc.) 22. APPROX. DATE WORK WILL START* <u>June</u> 10, 1987 23 PROPOSED CASING AND CEMENTING PROGRAM QUANTITY OF CEMENT SETTING DEPTH SIZE OF ROLE SIZE OF CASING WEIGHT PER FOOT

Propose to drill to a depth of 4700' in order to test the Abo formation. production is indicated, will run production casing and attempt completion.

<u> 24.0#</u>

10.5#

9001

<u> 4700'</u>

Gas is dedicated.

TITLE TO THOUSE

12 1/4"

7 7/8"

8 5/8"

1/2"

ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If it is it is to drill or deepen directions wenter program, if any.	proposal is to deepen or plugally, give pertinent data on	g back, give data on present I subsurface locations and meas	productive some and proposed new productive some and proposed new productive depths. Give blow
SIGNED Levy W. Inan	nklin TITLE	Agent	DATE 5/11/87
(This space for Federal or State office use)			
PERMIT NO.	APPROVAL DATE		
S/Phil Kirk	Area Manager		PATHUN 1 1987
CERTIFY 1114	AFF TO TABLE		

ENTITLE THE APPLICANT TO COME See instructions Of Reverse Side
Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

STATE OF NEW MEXICO

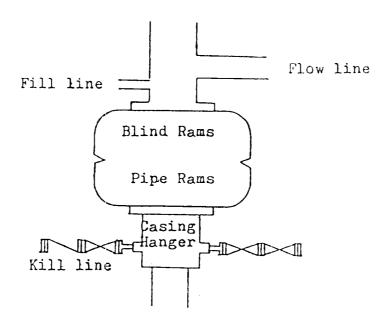
OIL CONSERVATION DIVISION

P. O. BOX 2088

Form C-102 Box1504 10-8-76

SANTA FE, NEW MEXICO 87501 ENERGY AND MUNERALS DEPARTMENT All distances must be from the outer boundaries of the Bectlen.

McClellan (oil Corp.	Penjack	Federal	Vell No. 3
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this form if neces	be assigned to the well until all	interests have been	consolidated (by comm	unitization, unitization
larced-pooling, or	otherwise) or until a non-standard	unit, eliminating a	uch interests has been	pproved by the Division
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Blowout Preventer 3000 psi working pressure

SUPPLEMENTAL DRILLING DATA McClellan Oil Corporation Penjack Federal No. 3 1980' FNL & 660' FEL Sec. 12, T10S, R25E Chaves County, N.M.

NM - 8431

1. Geologic Name of Surface Formation: Recent

2. Estimated Geological Marker Tops:

San Andres 730' Tubb 3340' Glorietta 1860' Abo 4090'

3. Estimated Depths to Oil, Gas or Water:

Gas possible from 4090 to 4700'.

4. Proposed Casing and Cement Programs:

- 0 900' Set approximately 900' of 8 5/8", 24.0#, J-55, ST&C casing and cement to surface using 450SX Class 'C' cement.
- 0 4700' Set to total depth $4\frac{1}{2}$ ", 10.5#, J-55, ST&C casing and cement to isolate all oil, gas, and water zones.

5. Proposed Mud Program:

0 - 900' - Native mud

900 - T.D. - Drill to T/Abo with native mud. Mud up 100' above Abo with salt base gel, 45 viscosity, 9.5#/gal. and 15cc water loss.

6. Testing, Logging and Coring Programs:

Testing: None

Logging: CNL-LDT, gamma ray, DLL

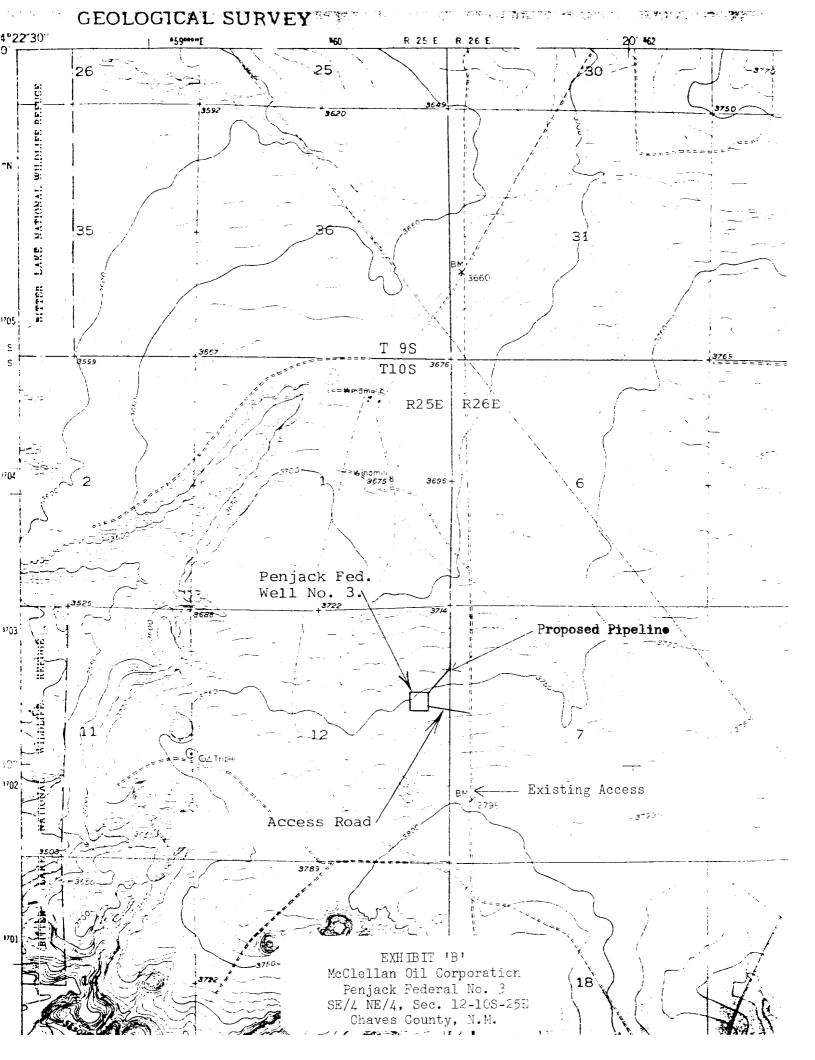
Coring: None

7. Auxiliary Equipment:

A kelly cock will be located on the rig floor while drilling operations are in progress.

8. Pressure Control Equipment:

10" 3000 psi double ram B.O.P. will be installed after 8 5/8" casing is set.



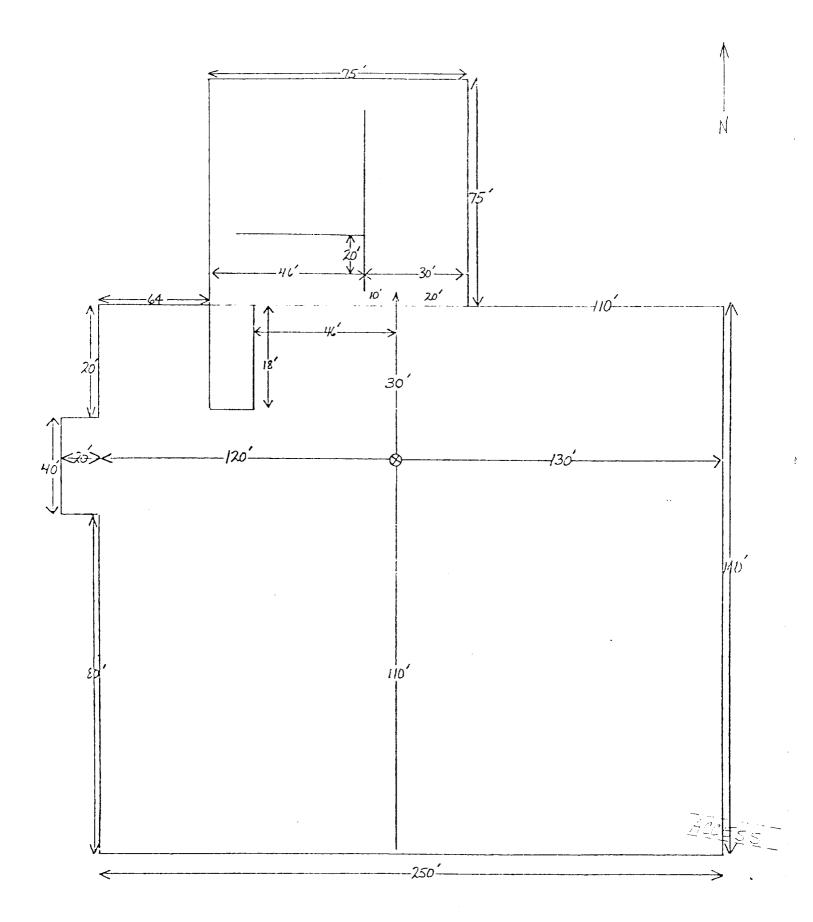


Exhibit 'D'
McClellan Oil Corporation
Penjack Federal No. 3
SE/4 NE/4, Sec. 12-10S-25E
Chaves County, N.M.