|   | UNITED STATES   | SUBMIT IN TRI                                     | -91 00 PM       | Form approved. Budget Bureau No. 42-R1424.  |
|---|---|---|-----------------|---|
| DEPARIN   | MENT OF THE INTE<br>SEOLOGICAL SURVEY                             | KIOK verse mae)                                   | i               | LEASE DESIGNATION AND SERIAL NO.  |
|   |   | M-0467930<br>3. IF INDIAN, ALLOTTEE OR TRIBE NAME |                 |   |
| SUNDRY NOT<br>(Do not use this form for propos<br>Use "APPLICA"                                   | CES AND REPORTS   |   | ·               |   |
| OIL XX GAS OTHER  | F   | <b>EB 4</b> . 1985                                |                 | . Unit agreement name   |
| NAME OF OPERATOR  |   |   | 1               | 3. FARM OR LEASE NAME   |
| Southland Royalty Compa   |   | O. C. D.  ARTESIA, OFFICE                         | 1—              | Dale H. Parke "A" Tr. 1   |
| 21 Desta Drive, Midland   | Texas 7970 <del>5</del>   |   |                 | 9   |
| LOCATION OF WELL (Report location of See also space 17 below.)                                    | early and in accordance with                                      | any State requirements.                           | ľ               | Grayburg-Jackson (SR,Q,   |
| 990' FNL & 2310' FWL,   | Sec. 22, T-17-S, F  | к <b>-</b> 30-Е                                   |                 | II. SEC., T., E., M., OR BLE. AND<br>SURVEY OR AREA   |
|   | 15. ELEVATIONS (Show whether                                      | NY DE ST. CO. etc.)                               |                 | Sec. 22, T-17-S, R-30-E   |
| 4. PERMIT NO.   | 3676.5' GF  |   | †               | Eddy N.M.   |
| Chark As  | propriate Box To Indicat  |   |                 |   |
| NOTICE OF INTEN   | •   | i   |                 | IT REPORT OF:   |
|   | PULL OR ALTER CASING  | WATER SHUT-OFF                                    |                 | REPAIRING WELL  |
| <del></del> 1   | AULTIPLE COMPLETE   | FRACTURE TREAT                                    |                 | ALTERING CASING   |
| SHOOT OR ACIDIZE  | ABANDON®  | SHOOTING OR ACT                                   | IDIZING         | ABANDONMENT*  |
|   | THANGE PLANS  | (Note: Re   | port results of | rface Csq. XX   |
| (Other)  DESCRIBE PROPOSED OR COMPLETED OFE proposed work. If well is directionent to this work.) | RATIONS (Clearly state all pert<br>naily drilled, give subsurface | inent details, and give pert                      | inent dates, in | ion Report and Log form.)  icluding estimated date of starting and depths for all markers and zones perti |
|   |   |   |                 |   |
| S. I hereby certify that the foregoing i  | s true and correct  | Operations Engi                                   | neer            | DATE 1/17/85  |
| (This space for Federal or State off  | ce use)   |   | <del></del>     |   |
| APPROVED BY COLLETED FOR CONDITIONS OF APPROVAL, IF A   | ANY:  |   |                 | DATE  |
| JAN 30  |   |   |                 | •   |
| JAN O O   | *See Instruc  | tions on Reverse Side                             |                 |   |

\*See Instructions on Reverse Side

|               | SUBMIT IN TELE                    | LEO |
|---------------|-----------------------------------|-----|
| UNITED STATES | (Other instructions reverse side) | 02  |
|               |                                   |     |

|  | DEPARTMENT  | OF THE I   | NTFRIOR  |                         |                              |                                  |                         |
|--|---|--|--|-------------------------|------------------------------|----------------------------------|-------------------------|
|  |   | SICAL SURV   |  |                         |                              | 5. LEASE DESIGNATION             |                         |
| A DDI ICATION  |   |  |  | DI IIC D                | A C14                        | 6. IF INDIAN, ALLOTTE            | 1-0467430               |
| APPLICATION  | I FOR PERMIT TO   |  | IVED BY  | LLUG B                  | ACK                          |                                  | OR TRIBE RAME           |
|  | LL 🖾  | DEEPEN   |  | UG BAC                  | ok □                         | 7. UNIT AGREEMENT N              | AMB                     |
| . TYPE OF WELL   | _   | ł  | 101984   |                         |                              |                                  |                         |
|  | ELL OTHER   | DEG  | ZONE   | MULTIP<br>ZONB          |                              | 8. FARM OR LEASE NAM             | <del>-</del>            |
| NAME OF OPERATOR   | 14 C  | <i>)</i> 0   | . C. D.  |                         |                              | Dale H. Parke                    | "A" Tr. 1               |
| SOUTHIAND K  | oyalty Company '  |  | SIA, OFFICE  |                         |                              | 9. WELL NO.                      |                         |
|  | ive, Midland, Te  | vas 7070   | 5  |                         |                              | 10. FIRED AND POOL, O            |                         |
| LOCATION OF WELL (Re   | port location clearly and i   | n accordance wit   | th any State requirem                                      | ents.*)                 | \ <u>\</u>                   | Grayburg-Jack                    |                         |
| 990' F   | NL & 2310' FWL,   | Sec. 22.   | T-17-S, R-30   | -E                      | · γ                          | 11. 88C., T., R., M., OR 1       | LE.                     |
| At proposed prod. sone   | t,  | ,  | ,  | - 1                     |                              | AND SURVEY OR AS                 | HA                      |
|  |   |  |  | 7,                      | <i>/</i> :                   | Sec. 22, T-17                    | -S, R-30-E              |
|  | ND DIRECTION FROM NEARS   |  | T OFFICE®  |                         | <u> </u>                     | 12. COUNTY OR PARISH             | 13. STATE               |
| 1/2 Mile no  | rtheast of Loco   | HILLS  | 18 VO 6  |                         |                              | Eddy                             | NM                      |
| LOCATION TO NEAREST<br>PROPERTY OR LEASE LI                                  | INE, FT. QQC  | ا ،  | 16. NO. OF ACRES 1   | N LEASE                 | 17. NO. 0                    | OF ACRES ASSIGNED                |                         |
| (Also to nearest drig  | unit line, if any)  |  | 19. PROPOSED DEPTI   | -                       | 40                           | RY OR CABLE TOOLS                | •                       |
| TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT. 700 |   |  |  |                         |                              | otary                            |                         |
| ELEVATIONS (Show whe   |   |  | 1 3000   |                         | 1 70                         | 22. APPROX. DATE WO              | RE WILL STARTS          |
| 3676.5' GR   |   |  |  |                         |                              | 12-15-84                         |                         |
|  | PR  | OPOSED CASIN   | NG AND CEMENTIN  | G PROGRA                | Mapal                        | deco- w/ Daniel                  | Roberto                 |
| SIZE OF HOLE   | SIZE OF CASING  | WEIGHT PER F   | DOT SETTING  | DEPTH /                 | <del>/</del>                 | QUANTITY OF CEMER                |                         |
| 12 1/4"  | 8 5/8"  | 24#  | 4.5  |                         | 350 s                        | x (Circ.)                        |                         |
| 7 7/8"   | 5 1/2"  | 15.5#  | 3600'  | 700                     |                              | ent on Wtr flo                   | ws (Circ.               |
|  |   |  |  |                         |                              |                                  | <del></del>             |
| the surface production.  MUD PROGRAM MW 9.6-9.8,                             | 4" hole to 450'. csg @ 3600'. Cn csg. Estimated : 0-450' Spud m VIS 36, FL 10 c | nt w/suffio<br>1 TOC @ 200<br>nud; 450-20<br>cc thru Sao | cient volume<br>O'. Perf & :<br>650' Brine wi<br>n Andres. | to brinstimulator; 2650 | ng cmt<br>te Gray<br>D-TD Br | above the base<br>burg & San And | e of<br>lres for<br>ch. |

<u>Uperations</u> Engineer (This space for Federal or State office use)

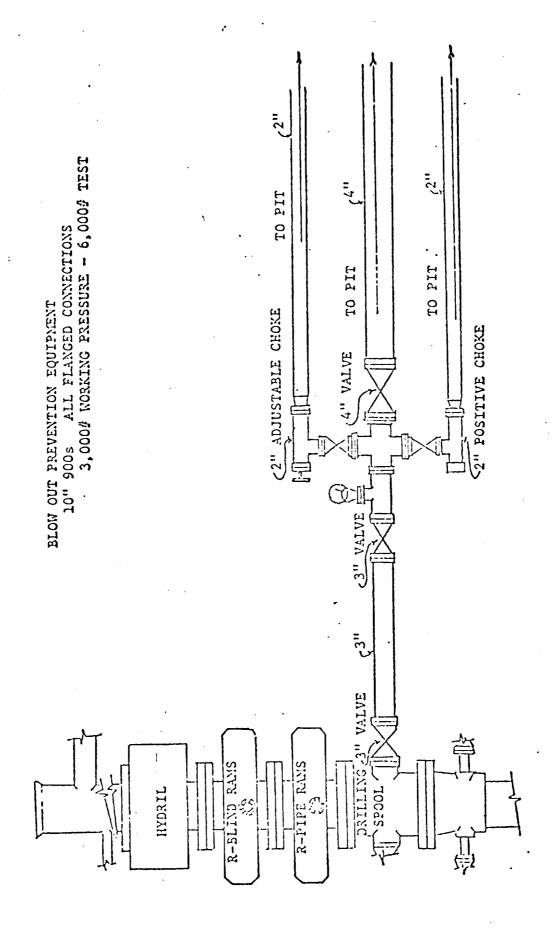
\*See Instructions On Reverse Side

APPROVAL SUBJECT TO GENERAL REQUIREMENTS AND SPECIAL STIPULATIONS ATTACHED

## # MEXICO OIL CONSERVATION COMMI )N WELL LOCATION AND ACREAGE DEDICATION PLAT

All distances must be from the outer boundaries of the Section

| SOUTHLAND ROYALTY CO.  |                                  |   | DALE H. P                             | Well tic.                        |  |
|------------------------|----------------------------------|---|---------------------------------------|----------------------------------|--|
| n.t Letter<br>()       | Section                          | Township 17S                                      | Range }());                           | County EDDY                      |  |
| Actual Footage Loc     |                                  | ORTH line and                                     | 2310                                  | UEST                             | line   |
| Ground Level Elev.     | •                                | mation<br>rg-San Andres                           | Grayburg-Jac                          | kson                             | Dedicated Acreage: 40 Acres  |
| 1 Outline th           | •                                | ~   |                                       | or hachure marks on t            |  |
|                        | nan one lease is<br>nd royalty). | dedicated to the wel                              | l, outline each and id                | dentify the ownership t          | thereof (both as to working  |
|                        |                                  | ifferent ownership is<br>initization, force-pooli |                                       | l, have the interests o          | f all owners been consoli-   |
| Yes                    | XX No If a                       | nswer is "yes!" type o                            | f consolidation                       |                                  |  |
|                        | is "no," list the f necessary.)  | owners and tract desc                             | riptions which have                   | actually been consolid           | lated. (Use reverse side of  |
| No allowai             | ble will be assign               |   |                                       |                                  | nmunitization, unitization, n approved by the Commis-  |
| SOUTHLAND              | ROYALTY COMP                     | ANY SOUTHLA                                       | ND ROYALTY COMPA                      | ANY                              | CERTIFICATION  |
|                        | 029020                           | -,066   | 029020                                | / hereby                         | certify that the information con-  |
|                        | <br>                             |   | 4<br>1                                | 1 1                              | erein is true and complete to the my knowledge and belief.   |
| -                      | 2310'                            |   | 1                                     | Dane                             | el Roberts   |
|                        | +                                |   | — — — — — — — — — — — — — — — — — — — |                                  | Roberts  |
|                        | l                                | GE  | NERAL AMERICAN                        | <u>Operati</u>                   | ons Engineer   |
|                        | 1                                |   |                                       | Southla                          | and Royalty Company  |
|                        | 1                                |   |                                       | 11-19-8                          | 34   |
| SOUTHLAND<br>ROYALTY C |                                  |   | PETC0<br>029020                       | shown or<br>notes of<br>under my | r certify that the well location  In this plat was plotted from field  actual surveys made by me or  r supervision, and that the same  and correct to the best of my |
|                        | +<br>GENT''L OP.                 |   |                                       | knowledg                         | ge and belief.   |
|                        |                                  |   | <br>                                  | Registered                       | ryed 1/2/84 Professional Engineer and Surveyor   |
| 0                      | u.s <mark>.</mark>               |   | U.\$.                                 |                                  | Com W West   |
| 0 330 660              | 00 1320 1650 19                  | 00 2310 2040 2000                                 | 0 1800 1000                           | Centicate                        | No. JOHN W. WEST, 676<br>RONALD J. EIDSON, 3239  |



. ATTACHMENT TO FORM C-101

## SOUTHLAND ROYALTY COMPANY

Dale H. Parke "A" Tr. 1 No. 9 990' FNL & 2310' FWL Sec. 22, T-17-S, R-30-E Eddy County, New Mexico LC-029020

To supplement USGS Form 9-331C "Application to Drill the following additional information is submitted concerning questions on Page 5 of NTL-6:

- 1. See Form 9-331C.
- 2. See Form 9-331C.
- 3. The geological name of surface formation is: Quaternary Alluvium
- 4. See Form 9-331C.
- 5. See Form 9-331C.
- 6. The estimated tops of important geological markers are:

| Salt         | 540'  | Grayburg   | 26321 |
|--------------|-------|------------|-------|
| B/Salt       | 1100' | Premier    | 29281 |
| Seven Rivers | 1655' | San Andres | 2980  |
| Queen        | 22151 | Jackson    | 3300' |

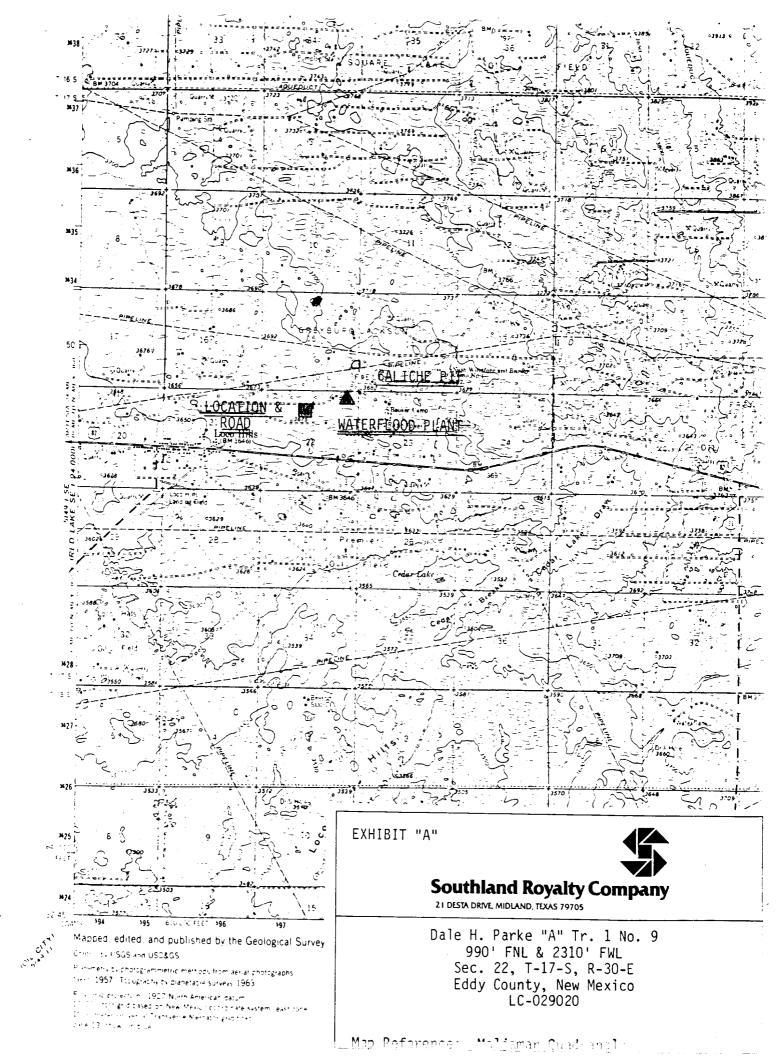
7. The estimated depths at which anticipated water, oil gas and mineral bearing strata are as follows:

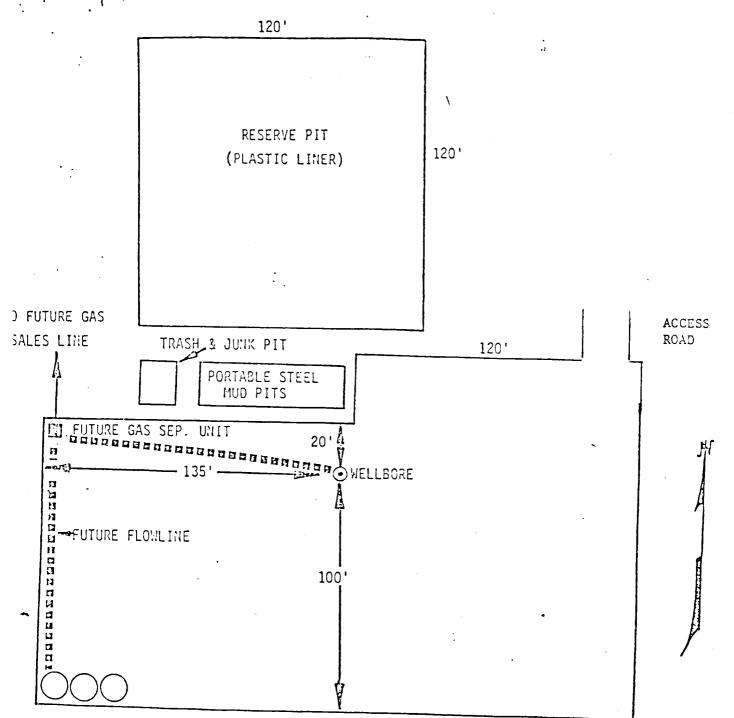
Grayburg 2632' (0i1) San Andres 2980' (0i1)

- 8. See Form 9-331C. All casing will be new.
- 9. See Form 9-331C for depths of strings. Cement volumes and additions as follows:
  - a. 8 5/8" csg: Cement w/350 sxs Cl "C" w/2% CaCl. Circ to surf.
  - b. 5 1/2" csg: Cement w/700 sx Class "H" 50-50 Poz A, 18# salt, 6# gilsonite & 1/4# flocele/sx & 400 sx Cl "H". Top of cmt anticipated at 200'.

A caliper log will be run prior to setting 8 5/8" & 5 1/2" csg to determine exact cement volumes required.

- 10. The pressure control diagram is attached to Form 9-331C. The following additional information is as follows:
  - 8 5/8" casing installation: 10"-3M BOP stack to be installed and tested by Yellow Jacket, Inc. to 3,000 psi before drilling the 8 5/8" casing shoe. The BOP stack to consist of an annular BOP, blind ram BOP and one pipe ram BOP.
- 11. See Form 9-331C.





FUTURE STORAGE TANKS

