W. D. J. 30-015-25423 P. O. BOX 1953 SUBMIT IN 'LICATE' Form 3160-3000 (Nevember 1983) UNITED STATES Budget Bureau No. 1004-0136 (Other inst. ns on reverse slue) Expires August 31, 1985 (formerly 9-331C) DEPARTMENT OF THE INTERIOR 5. LEASE DESIGNATION AND SERIAL NO. BUREAU OF LAND MANAGEMENT LC 029435(a) 6. IF INDIAN, ALLOTTEE OR TRIBE NAME APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK 1a. TYPE OF WORK 7. UNIT AGREEMENT NAME DEEPEN [PLUG BACK DRILL X b. TYPE OF WELL MULTIPLE S. FARM OR LEASE NAME WELL X WELL OTHER RECEIVED BY J. L. Keel "A" 2. NAME OF OPERATOR ARCO 011 and Gas Company 9. WELL NO. Division of Atlantic Richfield Company 3. ADDRESS OF OPERATOR 16 10. FIELD AND POOL, OR WILDCAT P. O. Box 1710, Hobbs, New Mexico 88240 4. LOCATION OF WELL (Report location clearly and in accordance with any Sate requirements.) D. At surface Grayburg Jackson-SP. 1980'/FNL & 1700' FWL (Unit letter F) 11. SEC., T., E., M., OR BLK. AND SURVEY OR AREA ARTESIA, OFFICE At proposed prod. zone 7-17S-31E as above 14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE 28.0 mi East of Artesia, N.M. on U.S. Hwy 82, 1.3 mi north on 12. COUNTY OR PARISH | 13. STATE County Rd 221, 0.9 mi NE on existing caliche road

DISTANCE FROM PROPOSED*

LOCATION TO NEAREST
PROPERTY OR LEASE LINE, FT.

(Also to nearest drig. unit line, if any) 1700' West

DISTANCE FROM PROPOSED VALUE AND THE PROPERTY OF ACRES AND THE PROPERTY O Eddy N.M. 16. NO. OF ACRES IN LEASE 17. NO. OF ACRES ASSIGNED 606.92 40 18. DISTANCE FROM PROPOSED LOCATIONS
TO NEAREST WELL, DRILLING, COMPLETED,
OR APPLIED FOR, ON THIS LEASE, FT. 19. PROPOSED DEPTH 20. ROTARY OR CABLE TOOLS 3600 Rotary 22. APPROX. DATE WORK WILL START* 21. ELEVATIONS (Show whether DF, RT, GR, etc.) October 25, 1985 3718.5' GR 37/7 23. PROPOSED CASING AND CEMENTING PROGRAM QUANTITY OF CEMENT SETTING DEPTH SIZE OF ROLE SIZE OF CASING WEIGHT PER FOOT 26" 3 yds Redi-mix 20" Cond. Pipe 30' 500' 17년'' 13-3/8" 54.5# K-55 500 sx, Circ. 12½" 1500' 600 sx, Circ. 8-5/8" 24# K-55 5½" 35501 1000 sx, Circ. 7-7/8" 15.5# K-55 Propose to drill a development well and test the producing capabilities of the Grayburg San Andres. BOP program attached.

Qe' hor 'N

SIGNED JA Solve Kilfair	TITLE Engr	Tech Spec.	DATE 9/16/85
(This space for Federal or State office use)			
PERMIT NO.	APPRO	AL DATE	
Ong Seal and on the seal			DATE 4.30 85
APPROVED BY	TITLE		DATE
CONDITIONS OF APPROVAL, IF ANY:			APPROVAL SUBJECT T
			ATTROVAL OFFICE

GENERAL REQUIREMENTS AND

SPECIAL STIPULATIONS

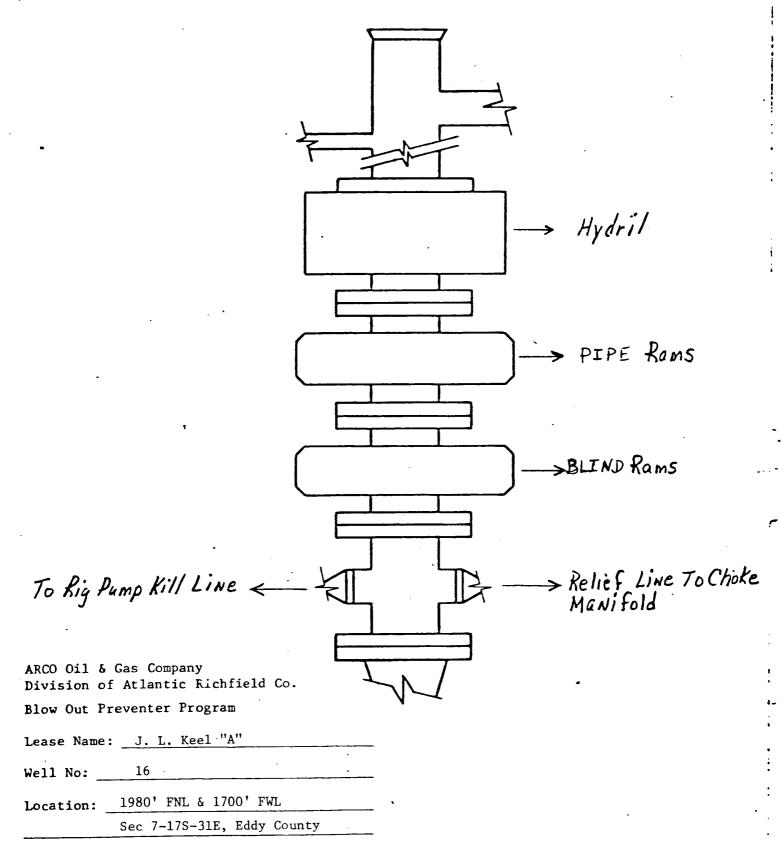
*See Instructions On Reverse Side

. MEXICO OIL CONSERVATION COMMI! 4 WELL LOCATION AND ACREAGE DEDICATION PLAT

Form C-102 Supersedes C-128 Effective 1-1-65

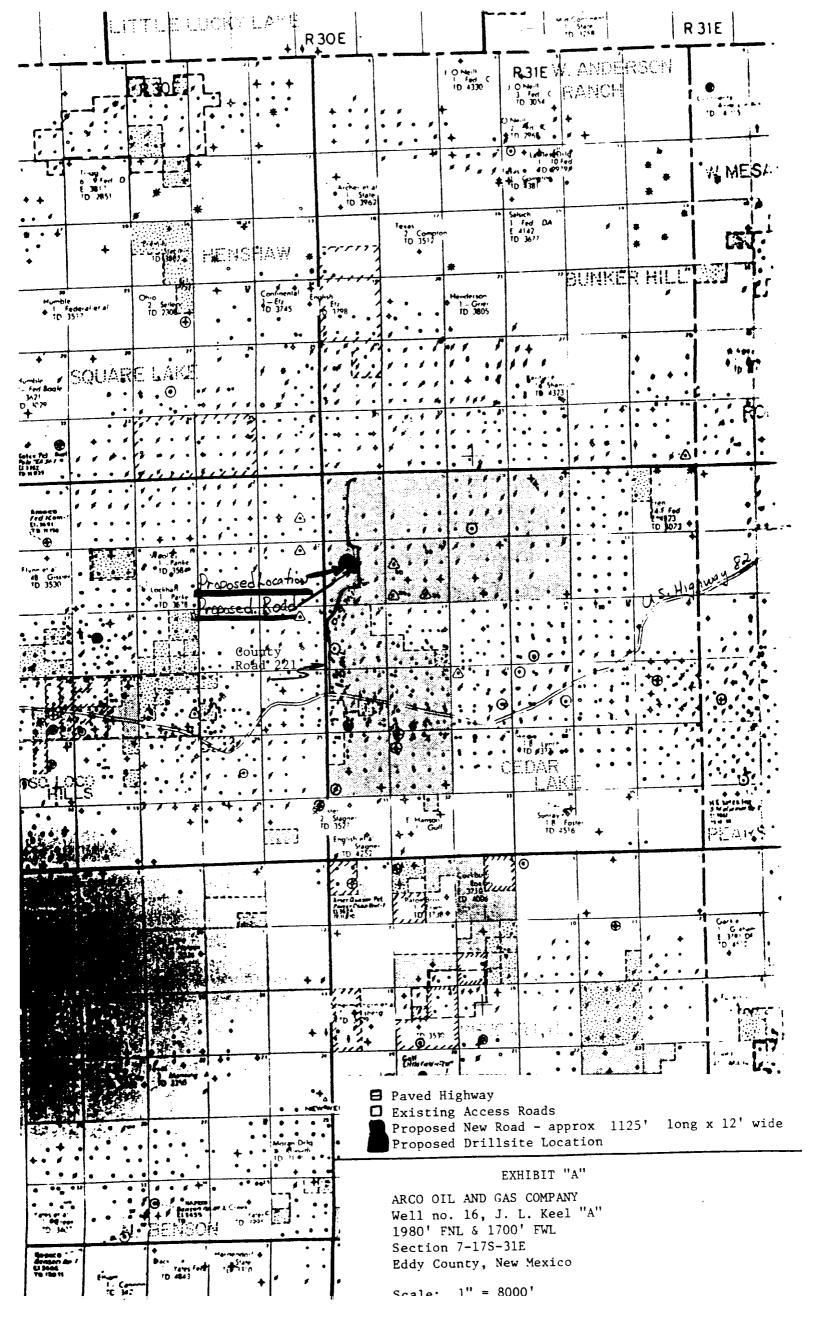
All distances must be from the outer boundaries of the Section

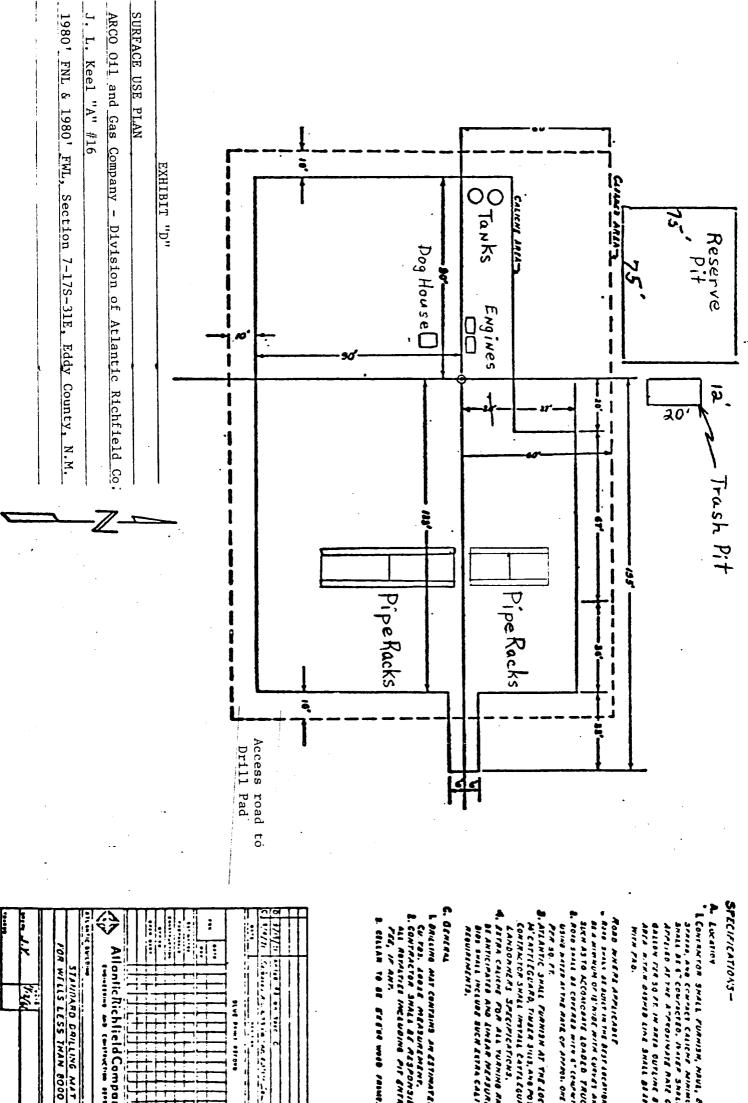
erator					
A	RCO OIL & GAS	S COMPANY	J. L.	KEEL "A"	#ei. *- 16
DIVISION O	Section S	Chfield Company Township	Rænge	County	
F	7	17 SOUTH	31 EAST	EDDY	
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und Level Elev	1	Grayburg SA	Grayburg Jack	ĺ	40 Arres
		sated to the subject wel			
2. If more t	than one lease it and royalty).	s dedicated to the well,	outline each and iden	ntify the ownership the	reof (both as to working
dated by Yes If answer this form No allowa	No If is "no," list the if necessary.)	different ownership is do unitization, force-poolin answer is "yes;" type of e owners and tract descripted to the well until all e) or until a non-standard	g. etc? consolidation ptions which have ac	tually been consolidat	ed. (Use reverse side of unitization, unitization,
sion.	0'	:			CERTIFICATION
	1	2080	1	1 1	in is true and complete to the knowledge and belief.
	+ -/-	++	- 	Engrg Ted	harlefter C
	+	++	 	Engrg Tec Company ARC Div of At	ch Spec CO Oil and Gas Co. Lantic Richfield
		++		Engrg Tec	20 0il and Gas Co. 1antic Richfield 2/25/85 ertify that the well location field from field from field that surveys made by me of the properties on, and that the same of correct to the best of my



BOP to be tested when installed on well and will be maintained in good working condition during drilling. All wellhead fittings to be of sufficient pressure to operate in a safe manner. To supplement USGS Form 3160-3" Application for Permit to Drill, Deepen or Plugback", the following additional information is submitted to comply with USGS Order NTL-6.

USGS Order NIL-0.
Operator: ARCO Oil and Gas Company - Division of Atlantic Richfield Company
Lease & Well No: J. L. Keel "A" #16 Location: Unit Letter "F" Section 7-17S-31E Eddy County, New Mexico Lease, New Mexico LC 029435(a) Development well X Exploratory well
1. See Well Location and Acreage Dedication Plat Form C-102.
2. See Form 3160-3 for elevation above sea level of unprepared location.
3. The geologic name of the surface formation is: Permian Artesian Group
4. The type of drilling tools and associated equipment to be utilized will be: Rotary
5. The proposed drilling depth will be 3600'.
6. The estimated tops of important geologic markers are: Anhydrite 1350' Queen 2400' Yates 1500' Grayburg 2850' Seven Rivers 1800' San Andres 3150'
7. The estimated depths at which anticipated water, oil, gas or other mineral bearing formations are expected to be encountered are: Fresh Water (Ground Basin) 250' Oil and Gas (Grayburg) 2850' Oil and Gas (San Andres) 3150'
8. The proposed casing program including the size, grade and weight-per-foot of each string has been indicated on Form 3160-3. All strings of casing will be: New X Used
9. See Form 3160-3 for amount of cement.





SPECIFICATION'S-

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C. General

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