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

SUBMIT IN TRIPLICATE*

(Other instructions on reverse side)

30-015-26015 Form approved.

Budget Bureau No. 1004-0136 Expired Auges 71 D85

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

	DEIMINE	INTO THE TH	LINION		5. LEASE DESIGNATION	4 4 4 5 5 5 5 5 5 5 5 5 5 5 5 5 5 5 5 5	
BUREAU OF LAND MANAGEMENT				5. LEASE DESIGNATION AND SERIAL NO. LC-029426-A			
APPLICATIO	N FOR PERMIT	TO DRILL, DE	EPEN, OR PLUG	RACK	6. IF INDIAN, ALLOTTE	5 1 6 m m m	
1a. TYPE OF WORK	RILL X	DEEPEN	PLUG B		7. UNIT AGREEMENT I		
	OAS [7]	3 2 3 7 2		TIPLE (ANELLI	a consult	
2. NAME OF OPERATOR	WELL OTHER		ZONE ZONE		8. FARM OR LEASE NA	MI	
Hondo Oil &	Gae Company		RECEIVED)	H. E. West	"A"	
3. ADDRESS OF OPERATOR	Gas Company				WELL NO.		
				•	15		
P. O. Box 22	208, Roswell, N	M 88202	NOV 15'S	88	10. FIELD AND POOL,	OR WILDCAT	
At surface	Report location clearly a	nd in accordance with a	ny State requirements.	No. of the	Grayburg Ja	icksonSR-P-G-	
660' FNL & 3	330' FEL		O. C. D	•	11. SEC., T., R., M., OR AND SURVEY OR A	BLK. Rea	
			ARTESIA, OFF	FICE	0 2 2.	-22-	
14. DISTANCE IN MILES	AND DIRECTION FROM N	EAREST TOWN OR POST OF	FICE*		Sec.3-T17S-		
	northeast of Lo				Eddy	NM	
15. DISTANCE FROM PROP	USED*		. NO. OF ACRES IN LEASE	1 17. NO.	OF ACRES ASSIGNED	MPI	
LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. (Also to nearest drig. unit line, if any) 330			639.56		TO THIS WELL		
18. DISTANCE FROM PROPOSED LOCATION* TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT. 1361			. PROPOSED DEPTH	SED DEPTH 20. ROTARY OR CABLE TOOLS			
			4180' Rot		ary		
21. ELEVATIONS (Show wh	ether DF, RT, GR, etc.)		<u> </u>		22. APPROX. DATE WO	AR WILL START	
3990'					11/17/88		
23.		PROPOSED CASING	AND CEMENTING PROG	RAM	,		
SIZE OF HOLE	BIZE OF CABING	WEIGHT PER FOOT	SETTING DEPTH	DEPTH QUANTITY OF CEMENT			
12 1/4"	8 5/8"		RCULATE 680.	300 s	x. Class C w/2		
7 7/8"	5 1/2"	15.5# C IR	CULATE 4180		sx. Class C + 6		
	1	1	1	1			

Mud Program:

0 - 680' Drill with fresh water.

625 - 4180' Drill with brine water.

BOP Program:

Will intall on the 8 5/8" surface casing a 10" Series 900 Type "E" Shaffer Double Hydraulic BOP and will test before drilling into the Queen formation.

POST ID-1 NL & API 11-18-88

		,
NED Con Consum	TITLE Engineer	DATE 11/3/88
his space for Federal or State office use)		
ыт ко	APPROVAL DATE	
	A DE MANAGER TITLE COMMENDA RESOURCE AREA	DATE 11-14.88

STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVIS N

SANTA FE, NEW MEXICO 37501

Form C-102 Revised 10-1-79

All distances must be from the outer boundaries of the Section.

		All detributes material			
Operator Hondo Oil	& Gas Com	pany	H. E. Wes	t "A"	Well No.
Unit Letter	Section 3	Township 17 South	Ronge 31 East	County Eddy	
A		17 South	JI East	Eddy	
Actual Footoge Loc 660	leet from the	North line and	330 tea	t from the Eas	
Ground Level Elev. 3990	Producing Fo	1	P∞1 Grayburg Jack	son 5R Q-G 1	Dedicated Acreages 40 Acres
		ated to the subject we			
	nan one lease is nd royalty).	dedicated to the well	, outline each and ide	ntify the owners	hip thereof (both as to working
		different ownership is dunitization, force-pooling		have the interes	ts of all owners been consoli-
Yes	X No If a	naswer is "yes;" type o	consolidation		
		owners and tract descri	riptions which have a	ctually been cons	solidated. (Use reverse side of
No allowai	f necessary.) ble will be assign ling, or otherwise	ned to the well until all) or until a non-standard	interests have been dunit, eliminating suc	consolidated (by th interests, has	communitization, unitization, been approved by the Division.
	i			T 1	CERTIFICATION
	 			1950 10ii	ereby certify that the information com- ned herein is true and complete to the tology knowledge and belief.
	 			Name	Son Crown
	1		! !	Posit	
	į		: 1	Comp	œn y
	1		İ	Hor. Date	ndo Oil & Gas Company
	 L		i		/3/88
	I I			she	ereby certify that the well !Ecation wn on this plat was platted from field as of ectual surveys made by me or
	i 			- und	er my supervision, and that the f3mt true and correct to the best of My wledge and belief.
	+ 			Date	October 1988 Surveyed R. PA
	 		1	8 1	tered land Survives
				811	
330 440	90 1370 1050 19	80 2310 2940 2000	1300 1000 3	00 0	Icase No.

BLOWOUT PREVENTER

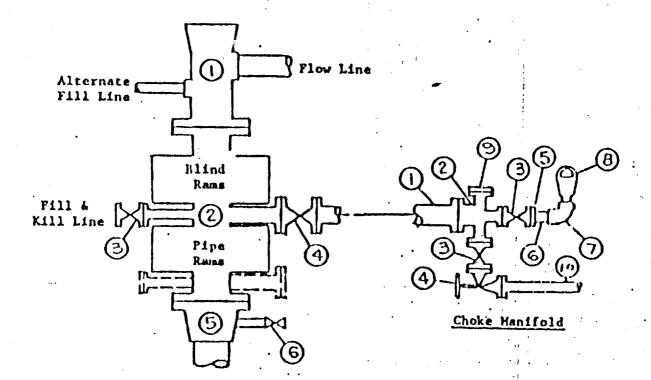


EXHIBIT "E"
Hondo Oil & Gas Company
H. E. West "A" #15
BOP Diagram

APPLICATION FOR DRILLING

HONDO OIL & GAS COMPANY
H. E. WEST "A", Well No. 15
660' FNL & 330' FEL, Sec.3-T17S-R31E
Eddy County, New Mexico
Lease No.: LC-029426-A
(Development Well)

In conjunction with Form 9-331C, Application for Permit to Drill subject well, Hondo Oil & Gas Company submits the following items of pertinent information in accordance with BLM requirements:

- The geologic surface formation is recent Permian with quaternary alluvium and other surficial deposits.
- 2. The estimated tops of geologic markers are as follows:

Rustler Anhydrite	680 ′	Grayburg	3300 ′
Top of Salt	8501	Premier Sand	3475 ′
Base of Salt	1830′	San Andres	3615 ′
Yates	1980'	Lovington Sand	3740 ′
Seven Rivers	2290'	Lower S.A. "M"	3820 ′
Oueen	2905'	T. D.	4180'

3. The estimated depths at which water, oil or gas formations are anticipated to be encountered:

Water: Random fresh water from surface to 300' +/-, and water flow from injection wells possible at around 2800'.

Oil: Grayburg at approximately 3300' or below.

Gas: None anticipated.

- 4. Proposed Casing Program: See Form 9-331C.
- 5. Proposed Control Equipment: See Form 9-331C and Exhibit "E".
- 6. Mud Program: See Form 9-331C.
- 7. Auxiliary Equipment: Blowout preventer, gas detector, kelly cock, pit level monitor, flow sensors and stabbing valve.
- 8. Testing, Logging and Coring Program:

Drill Stem Tests: None planned.

Logging: LDT/CNL T.D. - 1830'
DLL RXO NGT. T.D. - 1830'
GRN T.D. - Surface

Coring: None planned.

- 9. No abnormal pressures or temperatures are anticipated. In the event abnormal pressures are encountered, the proposed mud program will be modified to increase the mud weight.
- 10. Anticipated starting date: 11/17/88
 Anticipated completion of drilling operations: approximately 20 days

LOCO HILLS QUADRANGLE UNITED STATES
NEW MEXICO-EDDY CO. DEPARTMENT OF THE INTERIOR 7.5 MINUTE SERIES (TOPOGRAPHIC) GEOLOGICAL SURVEY 3883 EXHIBIT "B" Hondo Oil & Gas Company H. E. West "A" #15 660' FNL & 330' FEL

Sec.3-T17S-R31E
Eddy Co., NM
Paved Highway

Proposed Road

Existing Access Road -

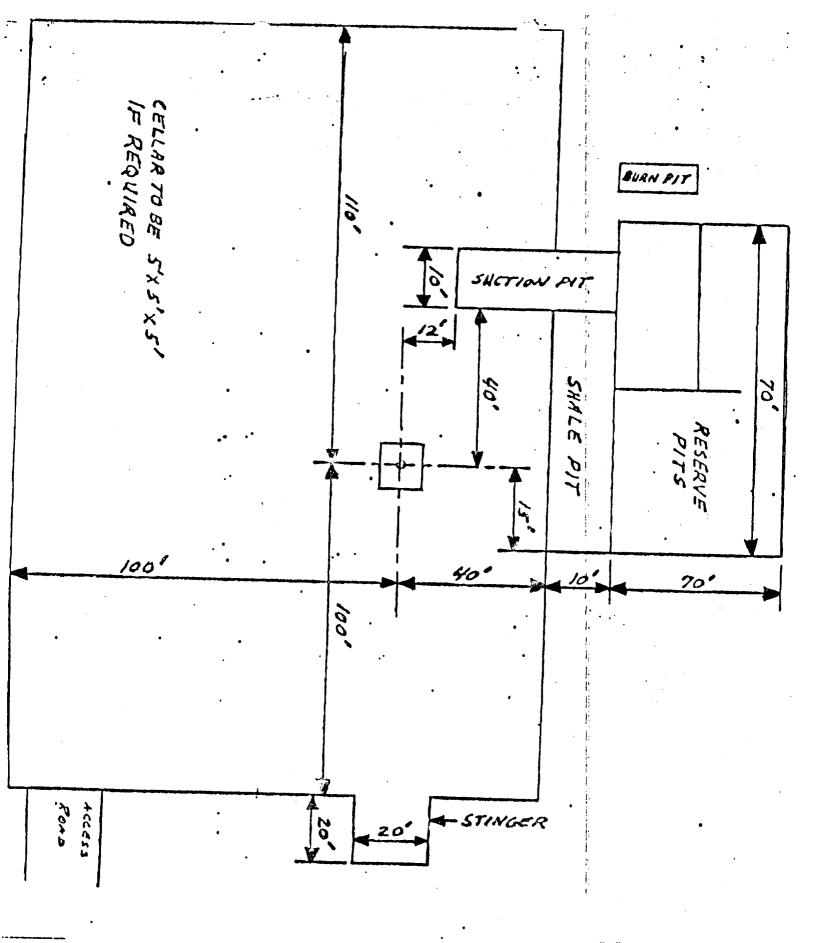


EXHIBIT "D"
Hondo Oil & Gas Company
H. E. West "A" #15
Rig Layout