N. M. Gil Cons. Division SUBMIT IN TRII FORM APPROVED 811 S. 1ST ST (July 1992) (Other Instructions on OMB NO. 1004-0136 ARTESIA, NM 88244NHEFED STATES reverse side) Expires: February 28, 1995 DEPARTMENT OF THE INTERIOR 5..LEASE DESIGNATION AND SERIAL NO. BUREAU OF LAND MANAGEMENT LC-029419-A APPLICATION FOR PERMIT TO DRILL OR DEEPEN 6..IF INDIAN, ALLOTTEE OR TRIBE NAME JUL 8 0 199/ N/A la TYPE OF WORK 7. UNIT AGREEMENT NAME DEEPEN DRILL CON. DIV Skelly Unit (17540) b. TYPE OF WELL 8. FARM OR LEASE NAME, WELL NO. OII. GAS SINGLE #213 WELL OTHER ZONE WELL 2. NAME OF OPERATOR 9. API WELL NO. The Wiser Oil Company (22922) 30-015-29762 3. ADDRESS AND TELEPHONE NO. c/o J. O. Easley, Inc., P. O. Box 245, Artesia, NM 88211-0245 (505) 746-1070 Grayburg Jackson 7-Rivers-QN-GB-SA (28509) 4. LOCATION OF WELL (Report location clearly and in accordance with any State requirem SUBJECT TO 11. SEC., T., R., M., OR BLK. 40' FNL & 1220' FEL, Unit A At Surface AND SURVEY OR AREA LIKE APPROVAL 40' F**SL** & 1220' FEL, Unit A At proposed prod. Zone 22, 17S-31E, N.M.P.M. BY STATE UNORTHODOX LOCATION 14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE* 12. COUNTY FOR PARISH 13.STATE Eddv **NM** 7 miles east of Loco Hills, New Mexico 17. NO. OF ACRES ASSIGNED 16. NO. OF ACRES IN LEASE 15. DISTANCE FROM PROPOSED LOCATION TO NEAREST TO THIS WELL 40' 40 PROPERTY OR LEASE LINE, FT. 640.00 (Also to nearest drlg, unit line, if any) 20. ROTARY OR CABLE TOOLS 19. PROPOSED DEPTH 18. DISTANCE FROM PROPOSED LOCATION * 777' 4800' Rotary TO NEAREST WELL, DRILLING, COMPLETED OR APPLIED FOR, ON THIS LEASE, FT. 21. ELEVATIONS (Show whether DF, RT, GR, etc.) WORK WILL START * 3761 3867 ON PLAT 5-1-97 OUANTITY OF CEMENT SETTING DEPTH SIZE OF HOLE GRADE, SIZE OF CASING WEIGHT PER FOOT 8 5/8" 8RD X-42 425 3504 12 1/4" 20# Circulate to surfact TNESS 7 7/8" 5 ½" J-55 4800' Circulate 17# APPROVAL SUBJECT TO GENERAL REQUIREMENTS AND Duration of Program: Drilling - Nine (9) days Completion - Thirty (30) days PECIAL STIPULATIONS ATTACHED See attached for complete Drilling Program

EXHIBITS

Exhibit "G": Rig Layout

Exhibit "B": H2S Plan

· Exhibit "E": Vicinity Plat

Exhibit "H": BOP Layout

Exhibit "C": Surface Use Plan

Exhibit "F": Existing Well Plat

Mr. J. Fred & Ork

IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen, give data on present productive zone and proposed new productive zone. If proposal is to drill o deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout preventer program, if any. 24.

Agent for The Wiser Oil Company DATE 5-29-97 Michael R. Burch, CPL (This space for Federal or State office use)

APPROVAL DATE

Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct

operations thereon. CONDITIONS OF APPROVAL, IF ANY:

APPROVED BY (ORIG. SGD.) JAMES G. PETTENGILL

7/29/97

*See Instructions On 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.

