Form 3160-3 (July 1989) (formerly 9-331C)

N. M. C Cons. Division

811 S. 1ST ST.

CONTACT RECEIVING OFFICE FOR) In Fig OF COPIES CERLU, (Other instructions on reverse side)

BLM Roswell District Modified Form No. NH060-3160-2

ARTUNATED STATES DEPARTMENT OF THE IN-

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| BUREAU OF I | AND | MAN | AGEL | /EXIT | ~ ′ | | A |

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| 4 551 4- | | BUREAU OF LAN | D MANAGEMENT | 7-10.91 | 7 18 41 15 | | ATION AND BERIAL NO. | |
| APPLIC | ATION FOR | PERMIT TO D | RILL DEEDEN | OP DI UC | recon | LC-028793 | | |
| 1a. TYPE OF WO | RK | | MILL, DEEPEN | , OR PLUG | RACK | O. IF INDIAN, AL | LOTTER OR TRIBE NAME | |
| b. TIPE OF WE | DRILL X | D | EEPEN | PLUG BA | CV [] | 7 1197 | ··· | |
| OIL X | GAS - | | | FLUG BA | CK 📋 | 7. UNIT AGREEM | 1040 | |
| 2. NAME OF OPI | WELL L | OTHER | RINGI,E ZONE | MULTI ZONE | rLE [| BURCH KEE | Y UNIT | |
| | | W | | 39. Area Code (| Phone No. | O. SAEM OR LEAD | SE NAME | |
| 3. ADDRESS OF C | Energy Corp | oration 14 | 1049 | 505-748-33 | | 0. WELL NO. | -29809 | |
| | | | The state of the s | 1000 / 10 00 | | • | | |
| P. O. | BOX 227 | Artesia, NM 8 | 8210 33/ | | | 851 | | |
| At surface | (Mepore loca | tion clearly and in acco | | | | 10. FIELD AND P | | |
| 1295 | FSL 660 FE | . _P Lik | LIKE APPROVAL | | | GRBG JACKSON SR Q GRBG | | |
| At proposed SAME | prod. zone | | | STATE FOR | . 1 | AND SURVEY | OR AREA 28509 | |
| 4. DISTANCE IN | MILES AND DIRECT | | (1) | VORTHARAY | | SEC. 23-T1 | | |
| EAST | OF ARTESTA | TION FROM NEAREST TO | WN OR POST OFFICE. | 1.DCATTO | 14. | 12. COUNTY OR PA | | |
| 5. DISTANCE FR | OM PROPUSED® | ON U.S. 82 AF | | | 14 | EDDY | í | |
| PROPERTY OF | NEAREST | | 16. NO. OF | ACRES IN LEASE | 17. NO. O | F ACRES ASSIGNED | NM NM | |
| S. DISTANCE PR | arest drig, unit line | | 11 | .20 | TO TE | IIS WELL | | |
| | WELL, DRILLING, CO OR, ON THIS LEASE, F. | | 19. PROPOSE | | 20. ROTA: | 40 RT OR CABLE TOOLS | | |
| | Show whether DF, I | r. | 480 | 0' | | TARY | | |
| 3583 | CR | RT, GR, etc.) | | | i ko. | | E WORE WILL START | |
| 3. | - OK | | | | | | | |
| | | PROPOS | SED CASING AND CEN | E NTING OF COMM | | AUGUST 15 | , 1997 | |
| HOLE SIZE | CASING SIZE | WEIGHT/FOOT | SED CASING AND CEN | OSWELL CON | TROLL | ED WATER | Basin | |
| 12 1/4" | 8 5/8" | 24# | GRADE | THREAD 1 | YPE | SETTING DEPTH | QUANTITY OF CEMENT | |
| 7 7/8" | 5 1/2" : | 17# | J-55 | ST&C | | 350 LIRCU | 300a SXCOOTTO | |
| | | | J-55 | LT&C | | 4800 URCW | MA SX | |
| l | 1 [| | • | | | | | |
| | Т | 0AV 70NE 1777 - | | • | 1 . | ` 1, | 7 -12 12 | |
| | S | AY ZONE WILL E | SE SELECTIVELY | PERFORATED | AND | 10 | ested | |
| | ~ | TIMULATED AS N | EEDED FOR OPTI | IMUM PRODUCT | ION. | HA | API | |
| | A | TTACHED ARE: | 1 1004 7703 | | | Z 8- | 29-97 | |
| | | | 1. LOCATION & | * ACREAGE DE | `T ~ 4 | | | |
| | | | 2 CUDDI EMENT | TAT DESTRUCTION | DICATIO | N PLAT | | |
| | | | 2. SUPPLEMENT | CAL DRILLING | DATA | N PLAT | | |
| | | | SUPPLEMENT SURFACE US | CAL DRILLING | DATA | 70 ft = 1 | • • | |
| | м | | 3. SURFACE US | TAL DRILLING SE PLAN | DATA | 70 ft = 1 | • • | |
| | M | ASTER SURFACE | 3. SURFACE US | TAL DRILLING SE PLAN | DATA | 70 ft = 1 | | |
| | М | | 3. SURFACE US USE PLAN ON FI | TAL DRILLING SE PLAN TLE AT BLM RO | DATA SWELL. | EAU OF LA | | |
| | М | | 3. SURFACE US USE PLAN ON FI | TAL DRILLING SE PLAN TLE AT BLM RO | DATA SWELL. | EAU OF LAKE | | |
| | M | | 3. SURFACE US USE PLAN ON FI | TAL DRILLING SE PLAN TLE AT BLM RO | DATA DSWELL. | EAU OF LAND! | | |
| | | ASTER SURFACE | 3. SUPPLEMENT 3. SURFACE US USE PLAN ON FI APPROV GENERA | TAL DRILLING SE PLAN TLE AT BLM RO VAL SUBJECT TAL REQUIREME | DATA DSWELL. TO ENTS AN | EVAN OL LVEN MANA | ECEIVED | |
| ABOVE SDAGE | | ASTER SURFACE | 3. SUPPLEMENT 3. SURFACE US USE PLAN ON FI APPROV GENERA | TAL DRILLING SE PLAN TLE AT BLM RO VAL SUBJECT TAL REQUIREME | DATA DSWELL. TO ENTS AN | EVAN OL LVEN MANA | ECEIVED | |
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| BIGNED K | ERCRIBE PROPOSED I | ASTER SURFACE | SUPPLEMENT SURFACE US USE PLAN ON FI APPROV GENERA SPECIAL ATTACH to deepen or plus many pertinent data on subsu | TAL DRILLING SE PLAN TLE AT BLM RO VAL SUBJECT TAL REQUIREMENT STIPULATION | DATA DSWELL. TO ENTS AN IS | D tive zone and propund true vertical de | ECEIVED | |
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| BIGNED K | escring proposed is to drill or deep if any. | ASTER SURFACE | 3. SUPPLEMENT 3. SURFACE US USE PLAN ON FI APPROV GENERA SPECIAL ATTACH Pertinent data on subsuit Product APPROV APPROV APPROV | TAL DRILLING SE PLAN TLE AT BLM RO VAL SUBJECT TAL REQUIREMS STIPULATION ED Ive data on pre- irface locations and | DATA DSWELL. TO ENTS AN IS Seent product measured a | D tive zone and propund true vertical de | osed new productive pths. Give blowout | |

TITLE .

JUM, MINERALS

8-20-91

FERGUSAN

CONDITIONS OF APPROVAL, IF ANY :

APPROVED BY

DISTRICT I P.O. Box 1980, Hobbs, NM 88241-1980

State of New Mexico

Energy, Minerals and Natural Resources Department

Form C-102 Revised February 10, 1994 Submit to Appropriate District Office State Lease - 4 Copies Fee Lease - 3 Copies

actual surveys made by me or under my supervison, and that the same is true and correct to the best of my belief.

30, 1997

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JLP

676 3239 12641

JUNE

Signature & Seal of Professional Surveyor

Certificate No. OHN WEST.

Date Surveyed

DISTRICT II P.O. Drawer DD, Artesia, NM 88211-0719

DISTRICT III

OIL CONSERVATION DIVISION

P.O. Box 2088

Santa Fe, New Mexico 87504-2088

☐ AMENDED REPORT

DISTRICT IV P.O. Box 2088, Santa Fe, NM 87504-2088

1000 Rio Brazos Rd., Aztec, NM 87410

| | | | WELL LO | CATION | AND ACREA | GE DEDICATION | ON PLAT | | |
|---------------|--------------------------------|------------------|---------------|--------------------------------------------------|-----------------------------|--------------------------------|-----------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------|
| 31-15-29809 | | | | Pool Code Pool Name 28509 GRBG JACKSON SR Q GRBG | | | | SA | |
| Property 649 | | | 1 | BUI | Property Nam RCH KEELY | | Well Number 851 Elevation 3583 | | |
| ogrip N | 749 | | - 4 | MARBOE | Operator Nam B ENERGY CO | | | | |
| | | | | | Surface Loca | ation | | | |
| UL or lot No. | Section 23 | Township 17 S | Range 29 E | Lot Idn | Feet from the | North/South line SOUTH | Feet from the | East/West line | County EDDY |
| | | L | Bottom | Hole Loc | eation If Diffe | rent From Sur | face | · | |
| UL or lot No. | Section | Township | kange | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
| NO ALLO | WABLE V | | | | | JNTIL ALL INTER APPROVED BY | OPERATO I herel coptained here | OR CERTIFICATION certify the the interior is true and complemental com | [ION formation |
| | + | | | | - - | | Printed Nam PR Title JU Date | IONDA NELSON CODUCTION CL | |

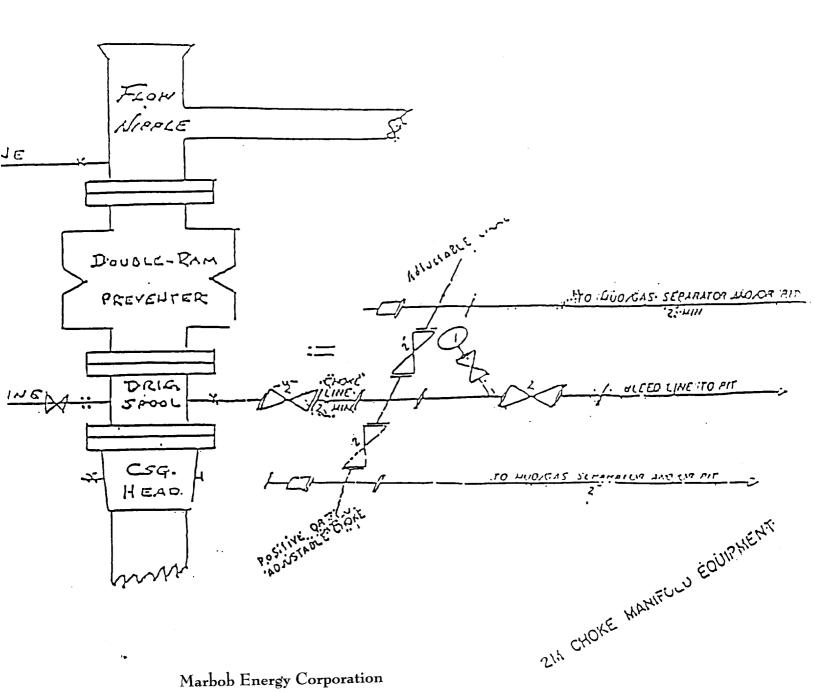
3582.81

3582.6'

3585.11

3583.7

10"/900 Cameron SS Space Saver 3000# Working Pressure 3.000# Working Pressure Choke Manifold



Marbob Energy Corporation

Burch Keely Unit No. 851 1295' FSL and 660' FEL Section 23-17S-29E Eddy County, New Mexico Exhibit #1

Attachment to Exhibit #1 NOTES REGARDING THE BLOWOUT PREVENTERS

- 1. Drilling nipple to be so constructed that it can be removed without use of a welder through rotary table opening, with minimum I.D. equal to preventer bore.
- 2. Wear ring to be properly installed in head.
- 3. Blow out preventer and all fittings must be in good condition, 3000 psi W.P.
- 4. All fittings to be flanged.
- 5. Safety valve must be available on rig floor at all times with proper connections, valve to be full bore 3000 psi W.P. minimum.
- 6. All choke and fill lines to be securely anchored, especially ends of choke lines.
- 7. Equipment through which bit must pass shall be at least as large as the diameter of the casing being drilled through.
- 8. Kelly cock on kelly.
- 9. Extension wrenches and hand wheels to be properly installed.
- 10. Blow out preventer control to be located as close to driller's position as feasible.
- 11. Blow out preventer closing equipment to include minimum 40 gallon accumulator, two independent sources of pump power on each closing unit installation, and meet all API specifications.