Form 3160-3 (July 1992)

N.M. Oil Cons. V-Dist.

MULTIPLE ZONE

CISF 2 FORM APPROVED OMB NO. 1004-0136 Expires: February 28, 1995

DEPARTMENT OF THE INTERIOR Artesia, NIM BUREAU OF LAND MANAGEMENT

UNITED STATES

ASE DESIGNATION AND SERIAL NO

NM-0467933 6. IF INDIAN, ALLOTTEE OR TRIBE NAME

APPLICATION FOR PERMIT TO DRILL OR DEEPEN

1a. TYPE OF WORK DEEPEN DRILL X

b. TYPE OF WELL OIL X

GAS

OTHER

2. NAME OF OPERATOR

PREMIER OIL & GAS, INC.

3. ADDRESS AND TELEPHONE NO

PO BOX 1246, ARTESIA, NM 88211-1246

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements. At surface 330 FNL 1650 FEL, UNIT B

At proposed prod. zone SAME

14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE

SEE SURFACE USE PLAN
15. DISTANCE FROM PROPOSED*

LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT (Also to nearest drig, unit line, if any)

3705' GL

23

18. DISTANCE FROM PROPOSED LOCATION* TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT.

21. ELEVATIONS (Show whether DF, RT, GR, etc.)

16. NO. OF ACRES IN LEASE

160 19. PROPOSED DEPTH

SINGLE

2128293031

RECEIVED

OCD - ARTESIA

ZONE

6000'

7. UNIT AGREEMENT NAME

8. FARM OR LEASE NAME, WELL NO

DALE H. PARKE "B" TR C #17 9. API WELL NO

30-015 10. FIELD AND POOL,

LOCO HILLS PADDOCK 11. SEC., T., R., M., OR BLK AND SURVEY OR AREA

SEC. 15-T17S-R30E 12 COUNTY OR PARISH 13, STATE

NM

EDDY 17. NO. OF ACRES ASSIGNED

TO THIS WELL 20. ROTARY OR CABLE TOOLS

ROTARY

22. APPROX. DATE WORK WILL START*

Koswell Controlled Water Basin

JULY 21, 2002

PROPOSED CASING AND CEMENTING PROGRAM SETTING DEPTH QUANTITY OF CEMENT WEIGHT PER FOOT GRADE, SIZE OF CASING SIZE OF HOLE 458' 325 300 SX, CIRC 13 3/8" J55 48# 17 1/2" SUFFICIENT TO TIE IN 8 5/8" J55 1250 12 1/4" 24# SUFFICIENT TO COVER 200' ABOVE 6000! 5 1/2" J55 17# 7 7/8" ALL KNOWN OIL & GAS HORIZONS

> PAY ZONE WILL BE SELECTIVELY STIMULATED AND PERFORATED AS NEEDED FOR OPTIMUM PRODUCTION.

ATTACHED ARE:

- WELL LOCATION AND ACREAGE DEDICATION PLAT
- SURFACE USE PLAN 2.

330'

SUPPLEMENTAL DRILLING DATA 3.

APPROVAL SUBJECT TO GENERAL REQUIREMENTS AND SPECIAL STIPULATIONS ATTACHED

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

SIGNED

AGENT

JUNE 26, 2002

(This space for Federal or State office use)

PERMIT NO

APPROVED BY

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:

ISI JOE G. LARA

JUL 2 9 2002

*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 agendy of FAR United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

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