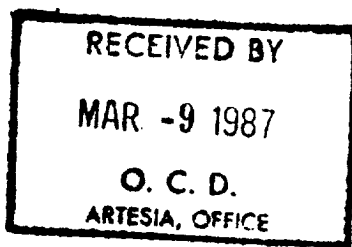


STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT

|                     |                                     |
|---------------------|-------------------------------------|
| NO. COPIES RECEIVED |                                     |
| DISTRIBUTION        |                                     |
| SANTA FE            | <input checked="" type="checkbox"/> |
| FILE                | <input checked="" type="checkbox"/> |
| U.S.D.R.            |                                     |
| LAND OFFICE         |                                     |
| TRANSPORTER         | <input checked="" type="checkbox"/> |
| OPERATOR            | <input checked="" type="checkbox"/> |
| PROMOTION OFFICE    |                                     |



OIL CONSERVATION DIVISION  
P. O. BOX 2088  
SANTA FE, NEW MEXICO 87501

Form C-104  
Revised 10-01-78  
Format 05-01-83  
Page 1

REQUEST FOR ALLOWABLE  
AND  
AUTHORIZATION TO TRANSPORT OIL AND NATURAL GAS

I.

|                                                                                                                                       |                                                                                                                                  |
|---------------------------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------|
| Operator<br>Hondo Oil & Gas Company                                                                                                   |                                                                                                                                  |
| Address<br>P. O. Box 2208; Roswell, New Mexico 88201                                                                                  |                                                                                                                                  |
| <input type="checkbox"/> New Well<br><input type="checkbox"/> Reconpletion<br><input checked="" type="checkbox"/> Change in Ownership | Change in Transporter of:<br><input type="checkbox"/> Oil<br><input type="checkbox"/> Gas<br><input type="checkbox"/> Condensate |
| Other (Please explain)<br>Change in Operator name<br>Effective March 1, 1987                                                          |                                                                                                                                  |

If change of ownership give name and address of previous owner: ARCO Oil and Gas Company; P. O. Box 1610; Midland, Texas 79702

II. DESCRIPTION OF WELL AND LEASE

|                                                                                                                                                   |                |                                                     |                                                |                         |
|---------------------------------------------------------------------------------------------------------------------------------------------------|----------------|-----------------------------------------------------|------------------------------------------------|-------------------------|
| Lease Name<br>Turner "B"                                                                                                                          | Well No.<br>22 | Pool Name, including Formation<br>Fren Seven Rivers | Kind of Lease<br>State, Federal or Fee Federal | Lease No.<br>LC 0203000 |
| Location<br>Unit Letter A : 660 Feet From The North Line and 660 Feet From The East<br>Line of Section 29 Township 17S Range 31E NMPM Eddy County |                |                                                     |                                                |                         |

III. DESIGNATION OF TRANSPORTER OF OIL AND NATURAL GAS

|                                                             |                                                                          |
|-------------------------------------------------------------|--------------------------------------------------------------------------|
| Name of Authorized Transporter of Oil or Condensate<br>NONE | Address (Give address to which approved copy of this form is to be sent) |
| Name of Authorized Transporter of Gas or Dry Gas<br>NONE    | Address (Give address to which approved copy of this form is to be sent) |
| If well produces oil or liquids, give location of tanks.    | Unit Sec. Twp. Rge. Is gas actually connected? when                      |

If this production is commingled with that from any other lease or pool, give commingling order number

NOTE: Complete Parts IV and V on reverse side if necessary.

VI. CERTIFICATE OF COMPLIANCE

I hereby certify that the rules and regulations of the Oil Conservation Division have been complied with and that the information given is true and complete to the best of my knowledge and belief.

*Production Secretary*  
(Signature)  
Production Secretary  
(Title)  
2/22/87  
(Date)

OIL CONSERVATION DIVISION

APPROVED MAR 16 1987  
BY Original Signed By  
Les A. Clements  
TITLE Supervisor District II

This form is to be filed in compliance with RULE 1104.  
If this is a request for allowable for a newly drilled or deepened well, this form must be accompanied by a tabulation of the deviation tests taken on the well in accordance with RULE 111.  
All sections of this form must be filled out completely for allowable on new and recompleted wells.  
Fill out only Sections I, II, III, and VI for changes of owner, well name or number, or transporter or other such change of condition.  
Separate Form C-104 must be filed for each pool in multiply completed wells.