Form 9-331 C (May 1963)

SUBMIT IN TRIPLICATE* (Other instructions on

Form approved.

_ 1	Budget	Bureau	No.	42-R142
30.	-01	5-	تير	3290

UNITED STATES reverse side)	30-015-23290
DEPARTMENT OF THE INTERIOR	5. LEASE DESIGNATION AND SERIAL NO.
GEOLOGICAL SURVEY	NM-010907 A
APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK	6. IF INDIAN, ALLOTTEE OR TRIBE NAME
DRILL I DEEPEN DEEPEN PLUG BACK	7. UNIT AGREEMENT NAME
b. TYPE OF WELL OIL GAS SINGLE SINGLE ZONE ZONE	8. FARM OR LEASE NAME
Southland Royalty Company APR 16 1980	Empire Fed. "57" Comm
3. ADDRESS OF OPERATOR 1100 Wall Towers West, Midland, Texas 79701 O. C. D.	10. PIELD AND POOL, OR WILDCAT
4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements)A, OFFICE	7 Undesignated
1980 FNL 1980 FEL Sec 34 T-18-S R-29-E	11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA
At proposed prod. zone	Sec 34 T-18-S R-29-E
14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE	12. COUNTY OR PARISH 13. STATE
7 miles southwest of Loco Hills, N.M.	Eddy N.M.

17. MOTOF ACRES ASSIGNED TO THIS WELL 15. DISTANCE FROM PROPOSED 16. NO. OF ACRES IN LEASE LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. (Also to nearest drig, unit line, if any) 6601 320/______ 320 19. PROPOSED DEPTH 20. ROTARY OR CABLE TOOLS 18. DISTANCE FROM PROPOSED LOCATIONS TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT. 11,450' Rotary NA 21. ELEVATIONS (Show whether DF, RT, GR, etc.) 22. APPROX. DATE WORK WILL START*

3420 GR

May 15, 1980

23 PROPOSED CASING AND CEMENTING PROGRAM

SIZE OF HOLE	SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	QUANTITY OF CEMENT
15"	11 3/4"	42#	350 '	275 sx. Circ.
11"	8 5/8"	24#	3200 '	1180 sx. Circ.
7 7/8"	4½"	11.6#	11,450'	735 sx.

Propose to set 11 3/4" csg. to 350', circ. cmt. Set 8 5/8" csg @ 3200' circ. cmt. Drill to TD of 11,450' to test Morrow & intermediate horizons. If commercial, will run 42" csq to TD. Cmt. w/sufficient cmt. to bring cmt. back above all productive zones or to approx. 8500' if Morrow only productive. If intermediate horizons indicate production will run DV tool @ 9600'+ and use additional cmt volumes to obtain better cmt over intermediate zone. Will perf & stimulate Morrow for production. Acid treatment to be determined on sand interval present, will use approx. 200 gals/ft. MUD PROGRAM: 0-350' spud mud; 350-3200' brine wtr, paper for lost circ & seepage; 3200-7500' fresh wtr; 7500-9500' cut brine wtr. 9.5#/gal; 9500-TD Flosal, Drispac, starch & gel bring wt. to 10.0#/gal. vis 40 cc wl 6cc through the Morrow. No abnormal pressures anticipated w/BHP at TD expected to be 4000 psi BOP PROGRAM: BOP to be installed on 11 3/4" double 10" Ser 900. BOP to be installed on 8 5/8" double 10" Ser 900 plus 10" Ser 900 Hydril plus drilling head. Yellow Jacket, Inc. to test 8 5/8" installation. BOP to be tested by rig daily. GAS IS NOT DEDICATED.

IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen or plug back, give data on present productive zone and proposed new productive zone. If proposal is to drill or deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout

4.			
* SIGNED C. Harney Can	TITLE	District Engineer	3-5-80
(This space for Federal of State office use)		,/ 15	90
PERMIT NO.		APPROVAL DATE 4-15-	-80
APPROVED BY	TITLE		DATE