

STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT

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

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Form C-104  
Revised 10-01-78  
Format 06-01-83  
Page 1

JAN 03 '89

REQUEST FOR ALLOWABLE  
AND  
AUTHORIZATION TO TRANSPORT OIL AND NATURAL GAS ARTESIA, OFFICE

I. Operator  
Costa Resources, Inc. ✓

Address  
3303 Lee Parkway, Suite 111, Dallas, TX 75219

Reasons for filing (Check proper box):

|  |   |  |
|--|---|--|
| <input type="checkbox"/> New Well            | Change in Transporter of:               | <input type="checkbox"/> Dry Gas               |
| <input type="checkbox"/> Recompletion        | <input type="checkbox"/> Oil            | <input checked="" type="checkbox"/> Condensate |
| <input type="checkbox"/> Change in Ownership | <input type="checkbox"/> Casinghead Gas |  |

Other (Please explain):  
Change to be effective 1-1-89

If change of ownership give name and address of previous owner \_\_\_\_\_

II. DESCRIPTION OF WELL AND LEASE

|   |               |  |  |                       |
|---|---------------|--|--|-----------------------|
| Lease Name<br>Two Forks State   | Well No.<br>1 | Pool Name, including Formation<br>J. Empire South Morrow | Kind of Lease<br>State, Federal or Fee State | Lease No.<br>B-8814-1 |
| Location<br>Unit Letter <u>B</u> : <u>660</u> Feet From The <u>North</u> Line and <u>2090</u> Feet From The <u>East</u><br>Line of Section <u>2</u> Township <u>18S</u> Range <u>28E</u> , NMPM, <u>Eddy</u> County |               |  |  |                       |

III. DESIGNATION OF TRANSPORTER OF OIL AND NATURAL GAS

|   |   |
|---|---|
| Name of Authorized Transporter of Oil <input type="checkbox"/> or Condensate <input checked="" type="checkbox"/><br>Navaho Refining Company   | Address (Give address to which approved copy of this form is to be sent)<br>P. O. Drawer 159, Artesia, New Mexico 88210 |
| Name of Authorized Transporter of Casinghead Gas <input type="checkbox"/> or Dry Gas <input checked="" type="checkbox"/><br>Cabot Corporation | Address (Give address to which approved copy of this form is to be sent)<br>7120 I-40 West, Amarillo, TX 79106          |
| If well produces oil or liquids, give location of tanks.<br>Unit <u>B</u> Sec. <u>2</u> Twp. <u>18S</u> Rge. <u>28E</u>                       | Is gas actually connected? <u>yes</u> When <u>4-25-84</u>   |

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.

*Robert L. Franklin*  
(Signature)

President

12/21/88

(Title)

(Date)

OIL CONSERVATION DIVISION

APPROVED JAN 5 1989, 19

BY Original Signed By  
Mike Williams

TITLE \_\_\_\_\_

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 deviated 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 Forms C-104 must be filed for each pool in multiple completed wells.