

Submit to Appropriate
District Office
State Lease - 6 copies
Fee Lease - 5 copies

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-101
Revised 1-1-89

DISTRICT I
P.O. Box 1980, Hobbs, NM 88240

DISTRICT II
P.O. Drawer DD, Artesia, NM 88210

DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410

OIL CONSERVATION DIVISION

P.O. Box 2088
Santa Fe, New Mexico 87504-2088

RECEIVED
DEC - 4 1991

O. C. D.

API NO. (assigned by OCD on New Wells)

30-015-26895

5. Indicate Type of Lease

STATE ☒

FEE ☐

6. State Oil & Gas Lease No.

703

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK

1a. Type of Work:

DRILL ☒

RE-ENTER ☐

DEEPEN ☐

PLUG BACK ☐

b. Type of Well:

OIL
WELL ☒

GAS
WELL ☐

OTHER ☐

SINGLE
ZONE ☒

MULTIPLE
ZONE ☐

7. Lease Name or Unit Agreement Name

A
Levers State ☒

2. Name of Operator

Plains Petroleum Operating Company ✓

8. Well No.

2

3. Address of Operator

415 W. Wall, Suite 1000 Midland, Texas 79701

9. Pool name or Wildcat

Artesia (Queen Grayburg S.A.)

4. Well Location

Unit Letter B : 330 Feet From The North Line and 2310 Feet From The East Line

Section 8

Township 18S

Range 28E

NMPM

Eddy

County

10. Proposed Depth

2500

11. Formation

Grayburg

12. Rotary or C.T.

Rotary

13. Elevations (Show whether DF, RT, GR, etc.)

Gr 3633'

14. Kind & Status Plug. Bond

Statewide

15. Drilling Contractor

L & M Drlg. Co.

16. Approx. Date Work will start

on approval

17. PROPOSED CASING AND CEMENT PROGRAM

SIZE OF HOLE	SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	SACKS OF CEMENT	EST. TOP
4" 12 1/4"	8 5/8	24#	350	140	surf
7 7/8	5 1/2	14#	2500	395	surf

Post ID-1
12-13-91
New loc + API

APPROVAL VALID FOR 180 DAYS
6/9/92
DUE TO BE UNDERWAY

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. GIVE BLOWOUT PREVENTER PROGRAM, IF ANY.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Bonnie Husband TITLE Office Manager DATE 12-2-91

TYPE OR PRINT NAME Bonnie Husband TELEPHONE NO. (915) 683-4434

(This space for State Use) ORIGINAL SIGNED BY
MIKE WILLIAMS
SUPERVISOR, DISTRICT II

APPROVED BY _____ TITLE _____ DATE DEC 9 1991

CONDITIONS OF APPROVAL, IF ANY:

DISTRICT I
P. O. Box 1980
Hobbs, NM 88240

DISTRICT II
P. O. Drawer DD
Artesia, NM 88210

OIL CONSERVATION DIVISION
P. O. Box 2088
Santa Fe, New Mexico 87504-2088

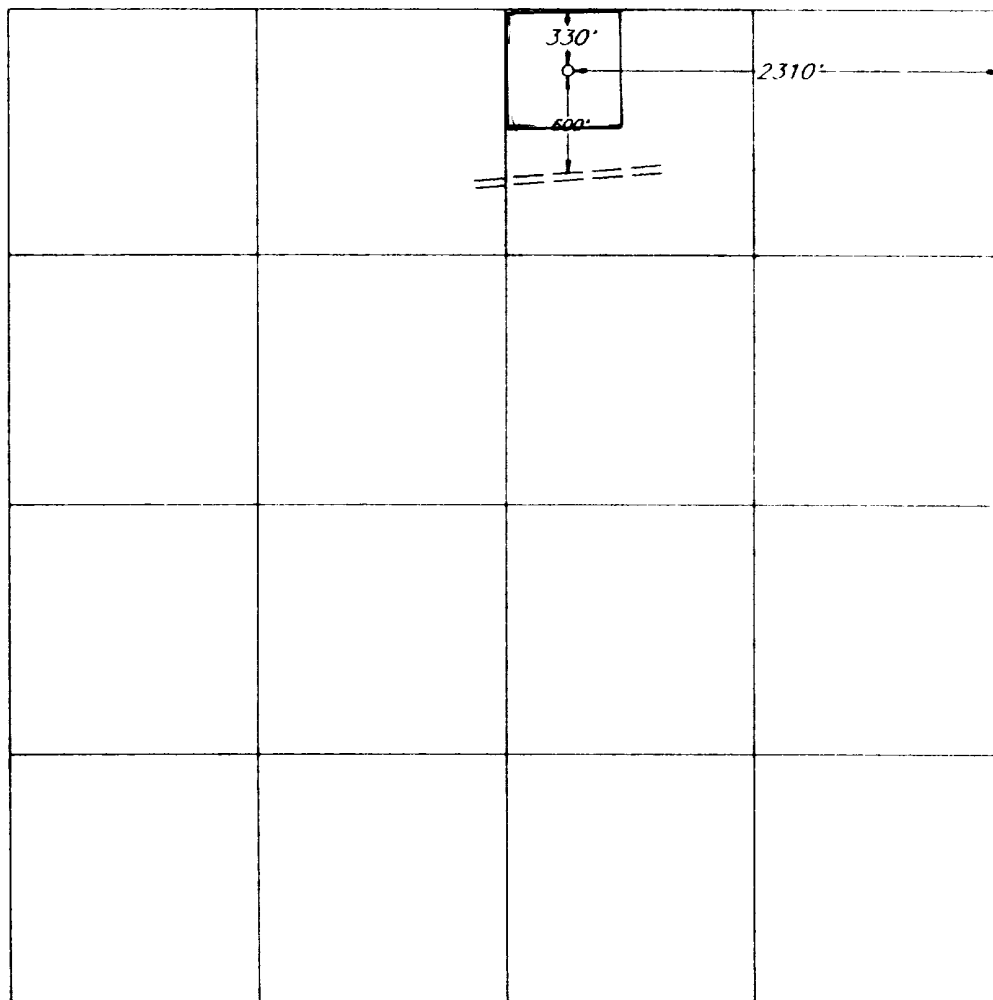
DISTRICT III
1000 Rio Brazos Rd
Aztec, NM 87410

WELL LOCATION AND ACREAGE DEDICATION PLAT

All distances must be from the outer boundaries of the section

Operator PLAINS PETROLEUM OPERATING COMPANY			Lease LEVERS STATE		Well No. 2A
Unit Letter B	Section 8	Township 18 SOUTH	Range 28 EAST	NMPM	County EDDY
Actual Footage Location of Well					
330 feet from the NORTH line and		2310 feet from the EAST line			
Ground Level Elev. 3633'	Producing Formation Grayburg		Pool Artesia (Queen-Grayburg-S.A.)		40 Acres

- Outline the acreage dedicated to the subject well by colored pencil or hatchure marks on the plat below
- If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
- If more than one lease of different ownership is dedicated to the well, have the interest of all the owners been consolidated by communitization, unitization, forced-pooling, etc.?
☐ Yes ☐ No If answer is "yes", type of consolidation _____
If the answer is "no", list the owners and tract descriptions which have actually been consolidated. (Use the reverse side of this form if necessary.) _____
No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interest, has been approved by the division.



OPERATOR CERTIFICATION

I hereby certify that the information herein is true and complete to the best of my knowledge and belief.

Signature
Bonnie Husband
Printed Name
Bonnie Husband
Position
Office Manager/Tech.
Company
Plains Petroleum Operating Co.
Date
12-02-91

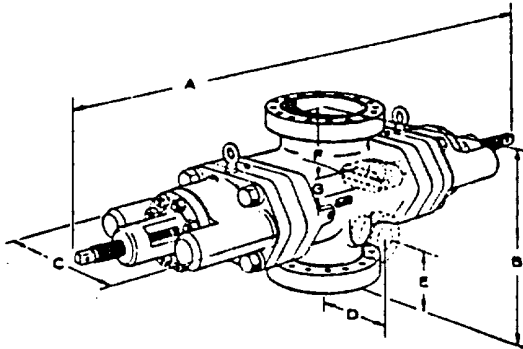
SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief.

Date Surveyed
NOVEMBER 12, 1991
Signature and Seal
Professional Surveyor

Certificate No.
N M P. S. #11398

SS (Space Saver) DOUBLE BLOWOUT PREVENTER ENGINEERING DATA



Single Open Face Flanged U Blowout Preventer

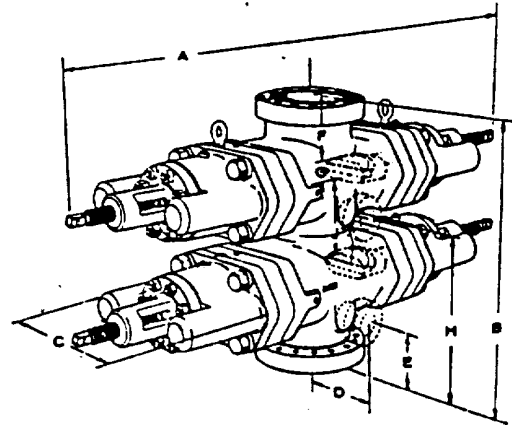
Side Outlets to 4" size (7-1/16" on 26-3/4" preventers) can be provided beneath each set of rams, on either or both sides of U preventers. Side outlet flanges are open face and have the same pressure rating as the vertical run flanges. Valve removal preparations can be provided. To obtain a quotation, the number and size of outlets should be specified.

Flanges conform to API Standard 6A. Type 6BX flanges are standard for 10,000 psi, 15,000 psi, and 20,000 psi working pressures and for 5000 psi working pressures for 13-5/8" and larger bore preventers.

Although most preventers have open face flanges or Cameron clamp hubs, preventers with studded flanges can be furnished.

Sizes and Dimensions are in inches. The over-all length "A" given in the tables does not include the optional wedgelocks. No spacers between rams are included in the table of dimensions of double ram models. Preventers with spacers to clear tool joints can be obtained on special order. For information on preventers with spacers, or sizes not listed, consult your Cameron representative.

Hydraulic Control Connections to operate rams and bonnets are 1" NPT. There are two connections for each set of rams. Hydraulic ram lock connections are 1/2" NPT.



Double Open Face Flanged U Blowout Preventer

Engineering Data Designations. See Charts on Following Page

- A-1 Over-all length, bonnets closed, locking screws locked
- A-2 Over-all length, ram change, bonnets opened, locking screws unlocked
- B-1 Over-all height flanged
- B-2 As above, with Cameron clamp hubs
- C Over-all width without side outlets (max. width)
- D Centerline of preventer to outlet flange or hub face. Distance is variable.
- E-1 Centerline of side outlet (outlet below lower rams in double model) to bottom flange face
- E-2 As above, to bottom hub face
- F-1 Top of upper ram to top flange face
- F-2 As above, to top hub face
- G Ram height
- H-1 Centerline of side outlet between rams to bottom flange face
- H-2 As above, to bottom hub face
- J Top of lower ram to bottom of upper ram

POWER OF ATTORNEY
WESTCHESTER FIRE INSURANCE COMPANY
PRINCIPAL OFFICE, NEW YORK, N.Y.

000002

KNOW ALL MEN BY THESE PRESENTS: That the WESTCHESTER FIRE INSURANCE COMPANY a Corporation duly organized and existing under the laws of the State of New York, and having its administrative offices in the Township of Morris, New Jersey, has made, constituted and appointed, and does by these presents make, constitute and appoint Gary E. Lee, Renard L. Walt, Lynda L. Stewart, Patricia K. Forst, and Richard H. Oehlerking of Lincoln, Nebraska, each

its true and lawful Agent(s) and Attorney(s)-in-Fact, with full power and authority hereby conferred in its name, place and stead, to execute, seal, acknowledge and deliver: Any and all bonds and undertakings SUBJECT TO THE EXCLUSIONS LISTED BELOW:

Bid, Proposal and Final Bonds and Undertakings guaranteeing contracts for the construction or erection of public or private buildings, improvements, and other works-----

and to bind the Corporation thereby as fully and to the same extent as if such bonds had been duly executed and acknowledged by the regularly elected officers of the Corporation at its offices in Morris Township, New Jersey in their own proper persons.

This Power of Attorney limits the act of those named therein to the bonds and undertakings specifically named therein, and they have no authority to bind the Company except in the manner and to the extent therein stated.

This Power of Attorney revokes all previous powers issued in behalf of the attorney(s)-in-fact named above.

IN WITNESS WHEREOF the Westchester Fire Insurance Company has caused these presents to be signed and attested by its appropriate officers and its corporate seal hereunto affixed this 7th day of July, 19 89.



Attest:

WESTCHESTER FIRE INSURANCE COMPANY

John K. Stewart
Assistant Secretary
John K. Stewart

Richard A. Annese
Vice President
Richard A. Annese

STATE OF NEW JERSEY)
COUNTY OF MORRIS) ss.:

On this 7th day of July, 19 89, before the subscriber, a duly qualified Notary Public of the State of New Jersey, came the above-mentioned Vice President and Assistant Secretary of the Westchester Fire Insurance Company, to me personally known to be the officers described in and who executed the preceding instrument, and they acknowledged the execution of the same, and being by me duly sworn, deposed and said, that they are the officers of said Company aforesaid, and that the seal affixed to the preceding instrument is the Corporate Seal of said Company, and the said Corporate Seal and their signatures as officers were duly affixed and subscribed to the said instrument by the authority and direction of the said Company.

IN TESTIMONY WHEREOF, I have hereunto set my hand and affixed my seal at the Township of Morris, the day and year first above written.

DAWN M. BIAMONTE
NOTARY PUBLIC OF NEW JERSEY
MY COMMISSION EXPIRES JULY 25, 1993

Dawn M. Biamonte
Notary Public

This Power of Attorney is granted pursuant to Article IV of the By-Laws of WESTCHESTER FIRE INSURANCE COMPANY, as now in full force and effect.

ARTICLE IV Execution of Instruments. "The Chairman of the Board, Vice-Chairman of the Board, President, or any Vice-President, in conjunction with the Secretary, or any Secretary, if more than one shall be appointed by the Board, or an Assistant Secretary, shall have power on behalf of the Corporation:

(a) to execute, affix the corporate seal manually or by facsimile to, acknowledge, verify and deliver any contracts, obligations, instruments and documents whatsoever in connection with its business including, without limiting the foregoing, any bonds, guarantees, undertakings, recognizances, powers of attorney or revocations of any powers of attorney, stipulations, policies of insurance, deeds, leases, mortgages, releases, satisfactions and agency agreements;

(b) to appoint, in writing, one or more persons for any or all of the purposes mentioned in the preceding paragraph (a), including affixing the seal of the Corporation."

This Power of Attorney is signed and sealed under and by the authority of Article III, Section 9 of the By-Laws of the WESTCHESTER FIRE INSURANCE COMPANY as now in full force and effect.

ARTICLE III Section 9 Facsimile Signatures. "The signature of any officer authorized by the Corporation to sign any bonds, guarantees, undertakings, recognizances, stipulations, powers of attorney or revocations of any powers of attorney and policies of insurance issued by the Corporation may be printed facsimile, lithographed, or otherwise produced . . . The Corporation may continue to use for the purposes herein stated the facsimile signature of any person or persons who shall have been such officer or officers of the Corporation, notwithstanding the fact that he may have ceased to be such at the time when such instruments shall be issued."

CERTIFICATE

State of New Jersey
County of Morris

I, the undersigned, Assistant Secretary of the WESTCHESTER FIRE INSURANCE COMPANY, DO HEREBY CERTIFY that the foregoing POWER OF ATTORNEY remains in full force and effect and has not been revoked and furthermore that the above quoted abstracts of Article IV and Article III, Section 9 of the By-Laws of the Corporation are now in full force and effect.

Signed and sealed at the Township of Morris, New Jersey dated 5th

day of December, 19 89.

By Herbert H. Linder
Assistant Secretary

Herbert H. Linder

STATE OF NEW MEXICO
\$50,000.00 BLANKET PLUGGING BOND

BOND NO. 610175447-1
(For Use of Surety Company)

File with Oil Conservation Division, P.O.Box 2088, Santa Fe 87501

KNOW ALL MEN BY THESE PRESENTS:

That Plains Petroleum Operating Company, (XXXXXXXXXXXXXXXXXXXX)
(a corporation organized in the State of Delaware, with its principal office in the city of Lakewood, State of Colorado, and authorized to do business in the State of New Mexico), as PRINCIPAL, and Westchester Fire Insurance Company, a corporation organized and existing under the laws of the State of New York, and authorized to do business in the State of New Mexico, as SURETY, are held firmly bound unto the State of New Mexico, for the use and benefit of the Oil Conservation Division of New Mexico pursuant to Section 65-3-11, New Mexico Statutes Annotated, 1953 Compilation, as amended, in the sum of Fifty Thousand Dollars(\$50,000.00) lawful money of the United States, for the payment of which, well and truly to be made, said PRINCIPAL and SURETY hereby bind themselves, their successors and assigns, jointly and severally, firmly by these presents.

The conditions of this obligation are such that:

WHEREAS, The above principal has heretofore or may hereafter enter into oil and gas leases, or carbon dioxide (CO₂) gas leases, or helium gas leases with the State of New Mexico; and

WHEREAS, The above principal has heretofore or may hereafter enter into oil and gas leases, or carbon dioxide (CO₂) gas leases, or helium gas leases on lands patented by the United States of America to private individuals, and on lands otherwise owned by private individuals; and

WHEREAS, The above principal, individually, or in association with one or more other parties, has commenced or may commence the drilling of wells to prospect for and produce oil or gas, or carbon dioxide (CO₂) gas or helium gas, or does own or may acquire, own or operate such well, or such wells started by others on land embraced in said State oil and gas leases, or carbon dioxide (CO₂) gas leases, or helium gas leases, and on land patented by the United States of America to private individuals, and on land otherwise owned by private individuals, the identification and location of said well being expressly waived by both principal and surety hereto.

NOW, THEREFORE, If the above bounden principal and surety or either of them or their successors or assigns, or any of them, shall plug all of said wells when dry or when abandoned in accordance with the rules, regulations, and orders of the Oil Conservation Division of New Mexico in such way as to confine the oil, gas, and water in the strata in which they are found, and to prevent them from escaping into other strata;

THEN, THEREFORE, This obligation shall be null and void; otherwise and in default of complete compliance with any and all of said obligations, the same shall remain in full force and effect.

PROVIDED, HOWEVER, That thirty (30) days after receipt by the Oil Conservation Division of New Mexico of written notice of cancellation from the surety, the obligation of the surety hereunder shall terminate as to property or wells acquired, drilled, or started after said thirty (30) day period but shall continue in effect, notwithstanding said notice, as to property or wells theretofore acquired, drilled or started.



Plains Petroleum Operating Company

PRINCIPAL
P. O. Box 15278
Lakewood, Colorado 80215

Address

By R. M. Danos
Signature

President Title

(Note: Principal, if corporation, affix corporate seal here.)

WESTCHESTER FIRE INSURANCE COMPANY

SURETY
Southwestern Regional Office, P.O. Box 2
Dallas, TX 75221

Address

By Gary E. Lee
Attorney-in-Fact

Agent; Alexander & Alexander Inc.
400 The Atrium, 1200 N Street
Lincoln, NE 68508

(Note: Corporate surety affix corporate seal here.)

ACKNOWLEDGEMENT FORM FOR NATURAL PERSONS

STATE OF _____)
COUNTY OF _____) ss.

On this _____ day of _____, 19____, before me personally appeared _____, to me known to be the person (persons) described in and who executed the foregoing instrument and acknowledged that he (they) executed the same as his (their) free act and deed.

IN WITNESS WHEREOF, I have hereunto set my hand and seal on the day and year in this certificate first above written.

Notary Public

My Commission expires _____

ACKNOWLEDGEMENT FORM FOR CORPORATION

STATE OF Colorado)
COUNTY OF Jefferson) ss.

On this 1st day of December, 1989, before me personally appeared R. M. Danos, to me personally known who, being by me duly sworn, did say that he is President of Plains Petroleum Operating Company and that the foregoing instrument was signed and sealed on behalf of said corporation by authority of its board of directors, and acknowledged said instrument to be the free act and deed of said corporation.

IN WITNESS WHEREOF, I have hereunto set my hand and seal on the day and year in this certificate first above written.

March 19, 1993
My Commission expires _____
PATRICIA A. KACERGUIS PATRICIA A. KACERGUIS
NOTARY PUBLIC NOTARY PUBLIC

In and For

In and For

THE STATE OF COLORADO THE STATE OF COLORADO
1760 NIAGARA STREET 1760 NIAGARA STREET
DENVER, CO 80220 DENVER, CO 80220

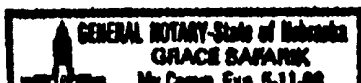
STATE OF Nebraska)
COUNTY OF Lancaster) ss.

On this 5th day of December, 1989, before me appeared Gary E. Lee, to me personally known, who, being by me duly sworn, did say that he is Attorney-in-Fact of Westchester Fire Insurance Company and that the foregoing instrument was signed and sealed on behalf of said corporation by authority of its board of directors, and acknowledged said instrument to be the free act and deed of said corporation.

IN WITNESS WHEREOF, I have hereunto set my hand and seal on the day and year in this certificate first above written.

5-11-93
My Commission expires _____
(Note: Corporate surety attach power of attorney.)

Notary Public



APPROVED BY: