

**NEW MEXICO OIL CONSERVATION COMMISSION
WELL LOCATION AND ACREAGE DEDICATION PLAT**

Form C-102
Supersedes C-128
Effective 1-1-65

All distances must be from the outer boundaries of the Section

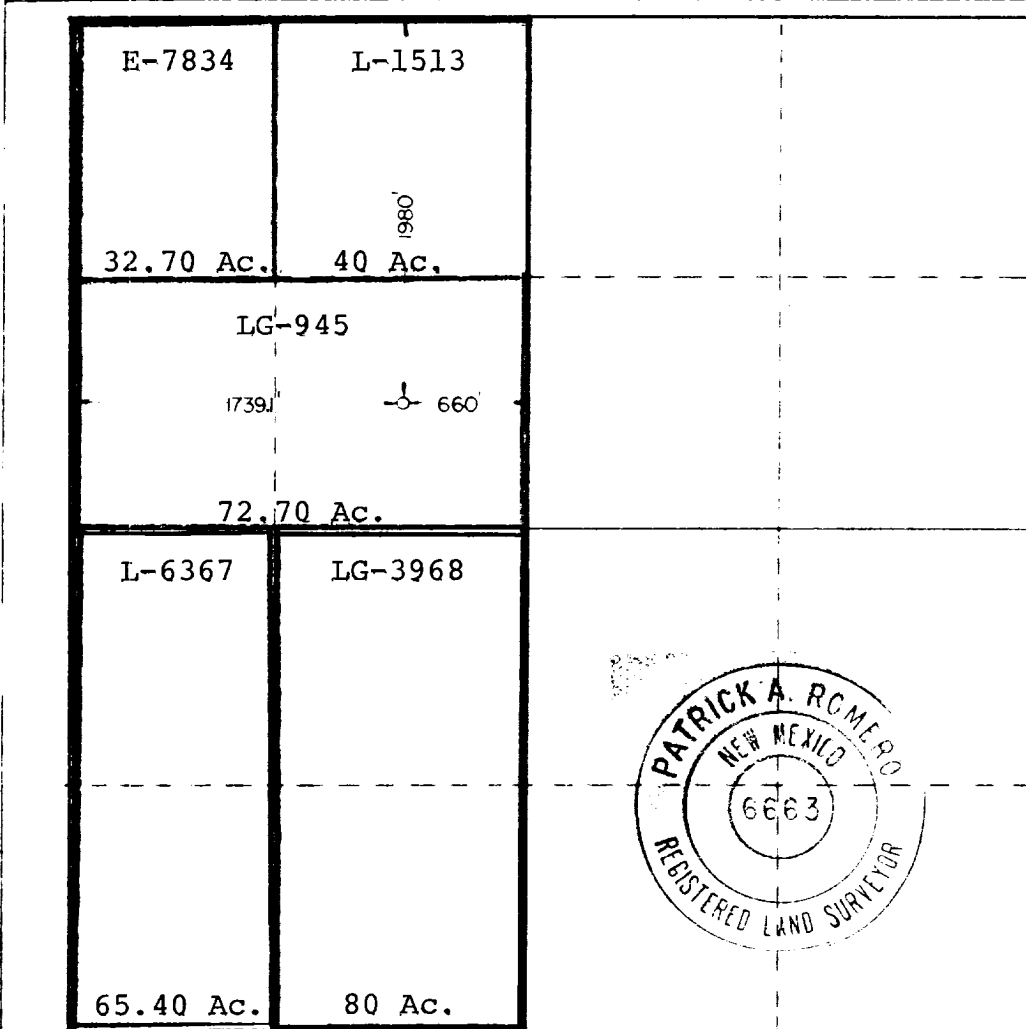
Operator Threshold Development Co.			Lease Flag "TD" State COM		Well No. 1
Unit Letter F	Section 18	Township 19 South	Range 29 East	County Eddy	
Actual Footage Location of Well: 1980 feet from the north line and 1739 feet from the west line					
Ground Level Elev. 3381.0	Producing Formation Morrow		Pool Morrow Under, Turkey Track	Dedicated Acreage: 290.8 Acres	

1. Outline the acreage dedicated to the subject well by colored pencil or hatchure marks on the plat below.
2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling, etc?

☒ Yes ☐ No If answer is "yes," type of consolidation Communitization Agreement

If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use 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 interests, has been approved by the Commission.



CERTIFICATION

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

David H. Pace

Position:

Exploration Manager
Company:
Threshold Development Co.

Date:
February 26, 1981

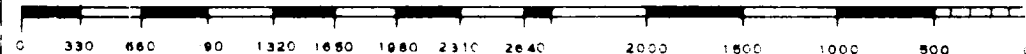
I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief.

Date Surveyed:
1-24-81

Registered Professional Engineer
and/or Land Surveyor

Patrick A. Romero

Certificate No. **JOHN W. WEST 678**
PATRICK A. ROMERO 6663
Ronald J. Eidson 3239



Lot 1 - State of New Mexico Lease E-7834

- (1)- Royalty - State of New Mexico 12.5%
ORR - L. E. Gwaltney 1/32 of 8/8
T. K. Campbell 1/32 of 8/8
Working Interest - Surface to 2414'
Robert E. Ferguson 25.0%
Ward Investment Corp. 25.0%
H&S Oil Company 15.625%
John A. Yates 12.50%
C. E. Roach 9.375%
Leah F. Kennedy 5.250%
Wanda Porter 1.82292%
Faith Kennedy 1.82292%
Velda Gass 1.82292%
Joy Parsons .19531%
Sue Shepard .19531%
Roxanna Mills .19531%
Teresa Burnsidess .19531%
Charlene M. Ward 1.0000%
- (2) 2414' to 2500'
Same as above (1) except interest of Ward Investment Corp. is
J. S. Ward 12.5%
Charlene M. Ward 12.5%
- Below 2500'
Same as above (2) except interest of C. E. Roach is owned
C. E. Roach 4.6875%
Dick Blenden 4.6875%

Lot 2 - SE/4 NE/4 - State of New Mexico Lease LG-945
Royalty - State of New Mexico 12.5%
ORR - None
Working Interest - Flag-Redfern Oil Co. 87.5%

Lots 3 & 4 - State of New Mexico Lease L-6367
Royalty - State of New Mexico 12.5%
ORR - None
Working Interest - Pogo Producing Co.
(Read & Stevens Farmout) 87.5%

NE/4 NW/4 State of New Mexico Lease L-1513
Royalty - State of New Mexico 12.5%
ORR - None
Working Interest - Pennzoil Company
(Threshold Development Farmout) 87.5%

E/2 of SW/4 State of New Mexico LG-3968
Royalty - State of New Mexico 12.5%
ORR - None
Working Interest - Pennzoil Company
(Threshold Development Co. Farmout) 87.5%