

NO. OF COPIES RECEIVED	
DISTRIBUTION	
SANTA FE	
FILE	
U.S.G.S.	
LAND OFFICE	
OPERATOR	

RECEIVED
NEW MEXICO OIL CONSERVATION COMMISSION

MAR 24 '88

O. C. D.
ARTESIA, OFFICE

30-015-25890
Form C-101
Revised 1-1-85

5A. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
5. State Oil & Gas Lease No. 24222
7. Unit Agreement Name
8. Farm or Lease Name JMD State
9. Well No. 2
10. Field and Pool, or Wildcat Wildcat, San Andres
12. County Eddy
19. Proposed Depth 2500'
19A. Formation San Andres
20. Rotary or C.T. Rotary
21. Elevations (Show whether DF, RT, etc.) 3495 Grd.
21A. Kind & Status Plug. Bond Blanket
21B. Drilling Contractor
22. Approx. Date Work will start March 31, 1988

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK					
1a. Type of Work					
b. Type of Well DRILL <input checked="" type="checkbox"/> DEEPEN <input type="checkbox"/> PLUG BACK <input type="checkbox"/> OIL WELL <input checked="" type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER <input type="checkbox"/> SINGLE ZONE <input type="checkbox"/> MULTIPLE ZONE <input type="checkbox"/>					
2. Name of Operator Morexco, Inc.					
3. Address of Operator P. O. Box 481, Artesia, NM 88210					
4. Location of Well UNIT LETTER J LOCATED 2310 FEET FROM THE East LINE AND 1650 FEET FROM THE South LINE OF SEC. 12 TWP. 19S RGE. 27E NMPM					
21. Elevations (Show whether DF, RT, etc.) 3495 Grd.					
21A. Kind & Status Plug. Bond Blanket					
21B. Drilling Contractor					
22. Approx. Date Work will start March 31, 1988					

PROPOSED CASING AND CEMENT PROGRAM

SIZE OF HOLE	SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	SACKS OF CEMENT	EST. TOP
12 1/2"	8 5/8"	24#	310'	200	
7 7/8"	5 1/2"	10.5 - 15.5#	2500'	600	

Plan to spud Wildcat San Andres test on or before March 31, 1988 with a 12 1/2" bit. Set 310' of 8 5/8" with 200 sxs. Drill out with a 7 7/8" bit with 10# brine to a depth of 2500' or less. If any commercial show is present, 5 1/2" casing will be set with 600 sxs. and circulated to the surface. If dry hole, proper plugs will be set as directed by the NMOCD.

Post ID#1
NL & API
4-1-88

180
9/25/88

8 5/8

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.

Signed Rebecca Olson Title Agent Date 3-24-88

(This space for State Use)

Original Signed By
Mike Williams

APPROVED BY Oil & Gas Inspector TITLE DATE MAR 25 1988

CONDITIONS OF APPROVAL, IF ANY:

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.

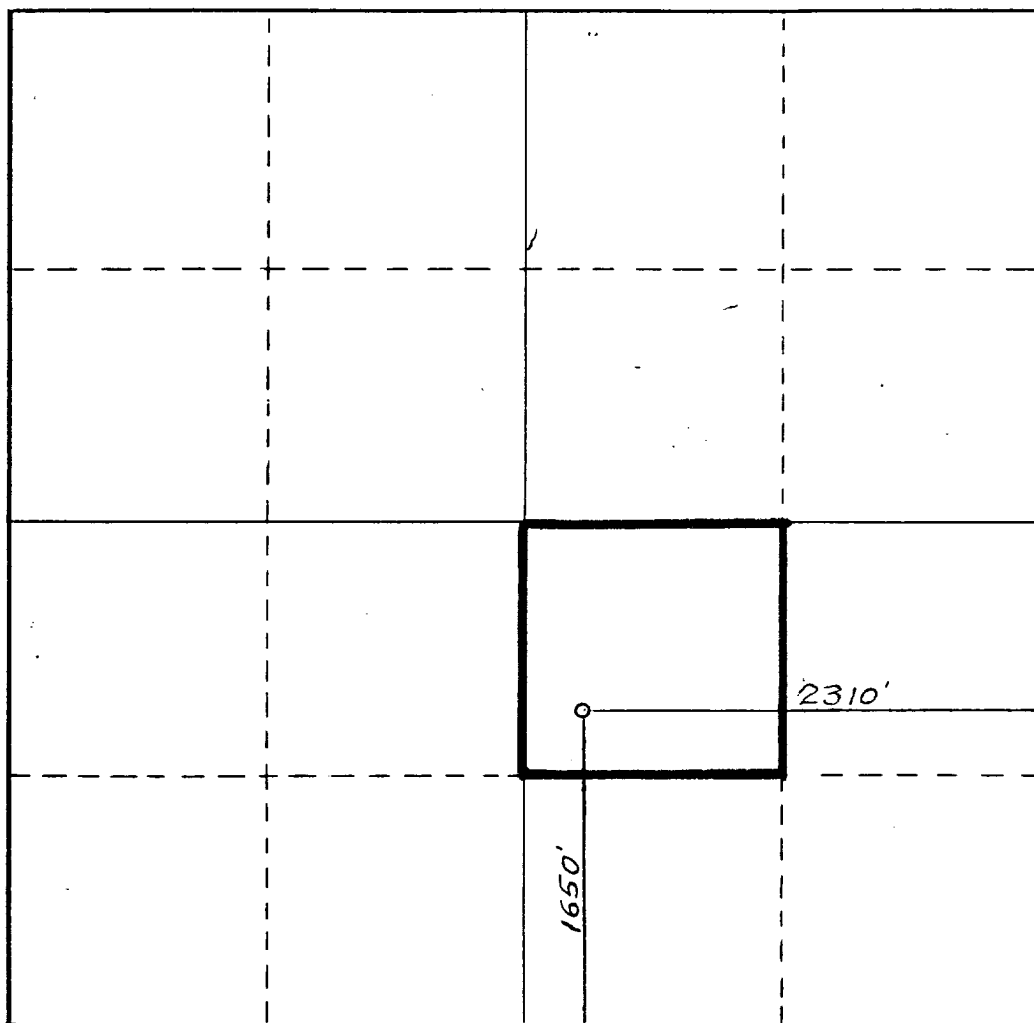
Operator MOREXCO, INC.		Lease JMD STATE		Well No. 2
Unit Letter J	Section 12	Township 19 South	Range 27 East	County Eddy County, N.M.
Actual Footage Location of Well: 2310 feet from the East line and 1650 feet from the South line				
Ground Level Elev. 3495.	Producing Formation <i>San Andres</i>	Pool <i>Unit San Andres</i>	Dedicated Acreage: 40 Acres	

1. Outline the acreage dedicated to the subject well by colored pencil or hachure 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 _____

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.

Rebecca Olson

Name

Rebecca Olson

Position

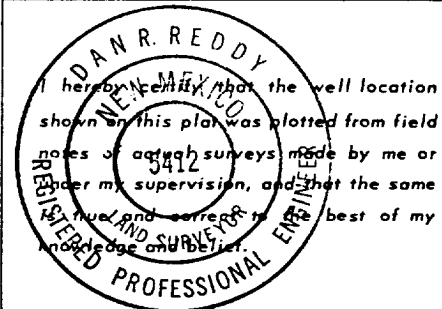
Agent

Company

Morexco, Inc.

Date

March 24, 1988



Date Surveyed

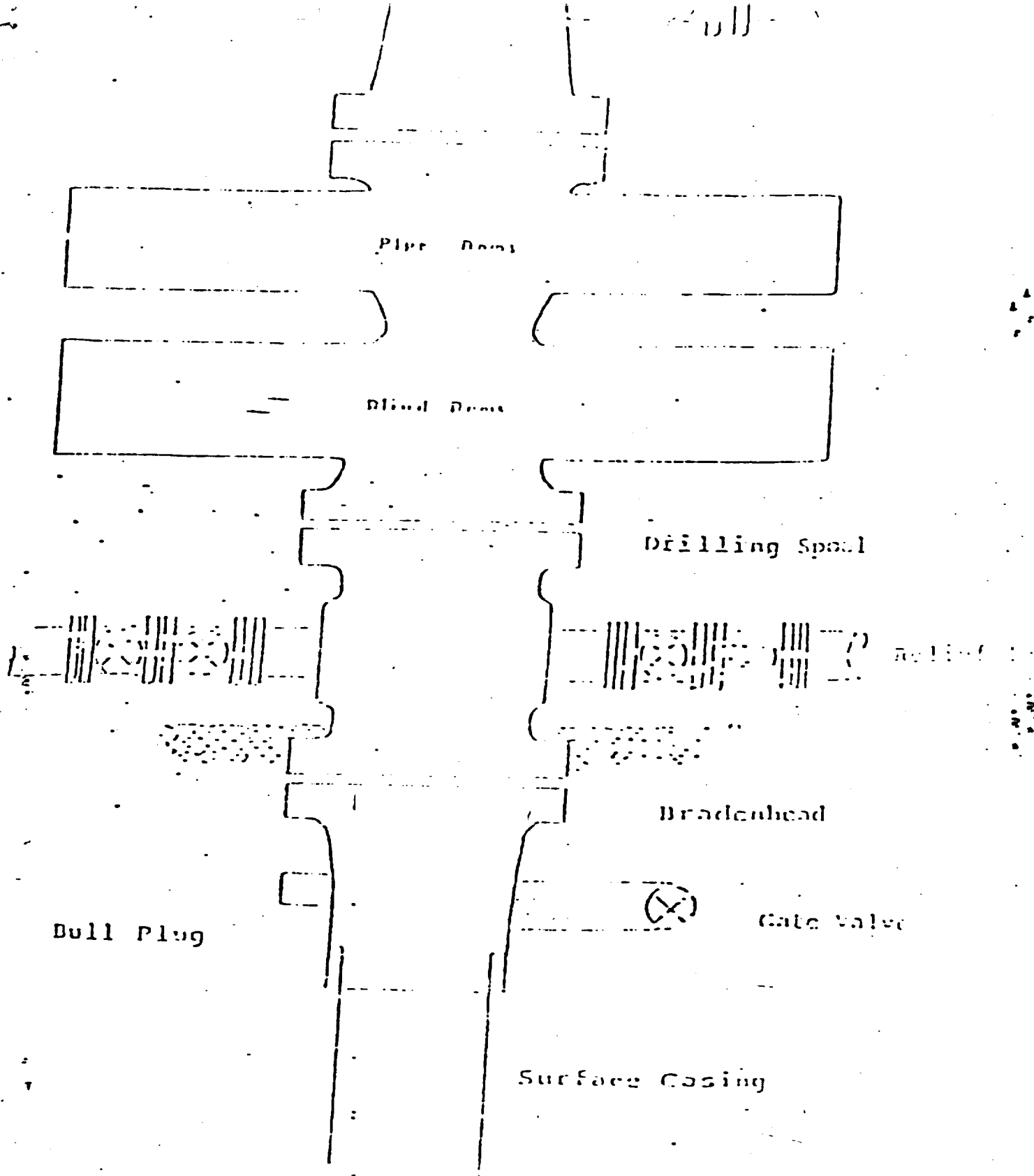
January 8, 1988

Registered Professional Engineer
and/or Land Surveyor

Dan R. Reddy

Certificate No.

NM PE&LS NO. 5412



Series 900 Double Gate BOP, rated
at 3000 psi Working Pressure

BLOWOUT PREVENTER ARRANGEMENT