

District I

PO Box 1980, Hobbs, NM 88241-1980

District II

811 South First, Artesia, NM 88210

District III

1000 Rio Brazos Rd., Aztec, NM 87410

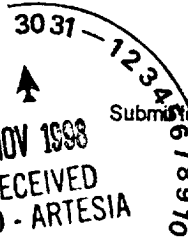
District IV

2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico

Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION NOV 1998
2040 South Pacheco
Santa Fe, NM 87505



Form C-101

Revised October 18, 1994

Instructions of back

Submit to Appropriate District Office

State Lease - 6 Copies

Fee Lease - 5 Copies

AMENDED REPORT

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUG BACK, OR ADD A ZONE

1 Operator Name and Address CHI OPERATING, INC. P.O. BOX 1799 MIDLAND, TEXAS 79702		2 OGRID Number 4378
3 API Number 30-015-30513		4 Well No. No. 1
5 Property Code 23906	6 Property Name Giblet State	

7 Surface Location.

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West Line	County
C	1	19S	29E		660	North	1650	West	Eddy

8 Proposed Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West Line	County
9 Proposed Pool 1 Turkey Track; Morrow 86480					10 Proposed Pool 2				

11 Work Type Code N	12 Well Type Code G	13 Cable/Rotary R	14 Lease Type Code S	15 Ground Level Elevation 3420'
16 Multiple	17 Proposed Depth 11,900'	18 Formation MORROW	19 Contractor	20 Spud Date 12/6/98

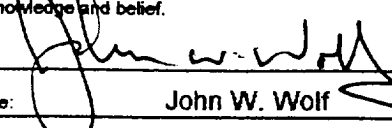
21 Proposed Casing and Cement Program

Hole Size	Casing Size	Casing weight/foot	Setting Depth	Sacks of Cement	Estimated TOC
17 1/2	13 3/8	48	300+	200&200	0
11	8 5/8	32	3000+	500&200	0
7 7/8	5 1/2	17	11,900'	700	8000+

22 Describe the proposed program. If this application is to DEEPEN or PLUG BACK give the data on the present productive zone and proposed new productive zone. Describe the blowout prevention program, if any. Use additional sheets if necessary.

MIRU contractor. Drill surface hole (300'), set 13 3/8 casing & hardware. WOC 18 hrs. NU wellhead, BOP & test to 1000#.
Drill intermediate hole (3,000'), set 8 5/8 casing & hardware. WOC 18 hrs. NU wellhead, BOP & test to 5000#.
Drill production hole (11,900'), log & evaluate. Set 5 1/2 casing & hardware as dictated.
ND stack, NU wellhead & Complete.

Post ID-1
12-4-98
API & Loc

23 I hereby certify that the information given above is true and complete to the best of my knowledge and belief.		OIL CONSERVATION DIVISION	
Signature: 	11/23/98	Approved By: ORIGINAL SIGNED BY TIM W. GUM	DISTRICT II SUPERVISOR
Printed Name: John W. Wolf		Title:	
Title: Engineer		Approval Date: 11-30-98	Expiration Date: 11-30-99