istrict I D Box 1980, Hobbs, NM 88241-1980 istrict II 11 South First, Artesia, NM 88210 istrict III 200 Rio Brazos Rd., Aztec, NM 87410				State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 2040 South Pacheco Santa Fe, NM 87505							
istrict IV 40 South Pacheco, Santa Fe, NM 87505											
	TION	FOR	PER		TO DRI	LL. RE-EN	TER. DEEP	EN ALHOD	ACK.	OR A	DD A ZONE
			MYC	o IND	Operator National USTRIE:	me and Address. S, INC. tesia, NM &	5) 4)	45055252	295		DGRID Number $5445^{$
1 Provent Cala					⁵ Property Name						15-3060-1 • Well No.
* Property Code 22488			Continental "A" State							16	
	C	Town		Range	Lot Ida	⁷ Surface]	Location	Feet from the	Feet/V	Vest line	County
UL or lot no. P	Section 10	19	• 1	29E		980	South	1300	Eas		Eddy
	.	ۂ 	⁸ Pro	oposed	1	Hole Locati	1	ent From Sur	1		
UL or lot no.	Section	Towns	hip	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/V	Vest line	County
Turkey 2	Frack 7	/RVRS	-QN-	-GB-SA	610	020	_	, <u> </u>			
" Work	Type Code		12	Well Typ	e Code	¹³ Cable	•	" Lease Type (Code	¹⁴ Gr	ound Level Elevation 3364-'
¹⁴ M	N Jultiple			0 Proposed	Depth	R "For	nation	¹⁹ Contracto			3364' ²⁴ Spud Date
¹⁴ M	N			0 Proposed 2400	Depth	R "Form QN	nation	S "Contracto &M Drilling			3364'
¹⁴ M	N Multiple NO		17 Casing	0 Proposed 2400 2 g Size	¹ Propos	R V V Sed Casing a ing weight/foot	nation IL nd Cement 1 Setting Dep	S Contracto &M Drilling Program th Sacks	or , Inc	Ap at	3364-' ²⁴ Spud Date ril 2, 1999 Estimated TOC
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NEW MEXICO ENERGY, MINERALS & NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION 2040 South Pacheco Street Santa Fe, New Mexico 87505 (505) 827-7131

March 22, 1999

MYCO Industries, Inc. P. O. Box 840 Artesia, New Mexico 88211-0840 Attention: Nelson Muncy

Administrative Order NSL-4238(SD)

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Dear Mr. Muncy:

Reference is made to your application dated March 19, 1999 for an unorthodox "infill" oil well location within an existing standard 40-acre oil spacing and proration unit comprising the SE/4 SE/4 (Unit P) of Section 10, Township 19 South, Range 29 East, NMPM, Turkey Track (Seven Rivers/Queen/Grayburg/San Andres) Pool, Eddy County, New Mexico.

This 40-acre unit is currently dedicated to MYCO Industries, Inc.'s ("MYCO") Continental "A" State Well No. 10 (API No. 30-015-27190) located at a standard oil well location 660 feet from the South and East lines of Section 10.

Further, the NE/4 SE/4 and the S/2 SE/4 of Section 10 is a single State lease (New Mexico State Land Office lease No. E-02943) in which MYCO is the leasehold operator; therefore, there are no effected offsets to the subject 40-acre tract other than MYCO.

The application has been duly filed under the provisions of Rule 104.F of the Rules and Regulations of the New Mexico Oil Conservation Division ("Division").

By the authority granted me under the provisions of Division Rule 104.F(2), the following described well to be drilled at an unorthodox "infill" oil well location within the SE/4 SE/4 (Unit P) of Section 10 is hereby approved:

Continental "A" State Well No. 16 980' FSL & 1300' FEL.

Further, both the existing Continental "A" State Well No. 10 and the proposed Continental "A" State Well No. 16 are to be simultaneously dedicated to the subject 40-acre unit.

Sincerely, Lori Wrotenbery Director

LW/MES/kv cc: New Mexico Oil Conservation Division - Artesia New Mexico State Land Office - Santa Fe



RIG INVENTORY

Drawworks - Gardner Denver 3000 Powered by 2 - 3306 Caterpillars

Pumps — 1 - D300 Emsco, 1 - Emsco C-12; 7-1/2" x 14", D3406 Caterpillars, 350 hp.

Mud Pump - stand-by pump

102' Hydraulic Telescoping, 250,000#

8' x 6' x 12', 250,000# Substructure Rotary drive off Drawworks

6000', 4-1/2" XH, 16.60 Grade E Drill Pipe

28 - 30' 6-1/4", 4-1/2" XO & 7 - 30' 8" Drilt Collars

Shaeffer Type B ouble BOP, 3000#

RIG#3

8 Stage Hydraulic Closing Unit 5 Valve w/2 Chokes Manifold, 3000#

35' Metal Top Doghouse

40' Metal Changing Room

2-pen Recorder Geolograph

Light Plants: #1 - 105 KW, #2 - 90 KW 3000 gallon Pressurized Diesel Tank

1000 gallon Propane Tank

500 bbl. Water Storage Tank 3 sets Triangle Pipe Racks 60' Catwalk





2M CHOKE MANIFOLD EQUIPMENT



updated 9/25/98

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

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

DISTRICT III 1000 Rio Brazos Rd., Axtec, NM 87410 State of New Mexico

Energy, Minerals and Natural Resources Department

Form C-102 Revised February 10, 1994 Instruction on back Submit to Appropriate District Office State Lease - 4 Copies Fee Lease - 3 Copies

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

□ AMENDED REPORT

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WELL LOCATION AND ACREAGE DEDICATION PLAT

API		Pool Code				Pool Name TURKEY TRACK-7RVS-QN-QB-SA							
Property				Prop		Well Number							
				16									
OGRID No.							Elevation						
			MYCO	INDUSTR	RIES INC	2.		3364					
Surface Location													
UL or lot No.	Section	Township	Range	Lot	ldn	Feet fro		North/South line	Feet from the	East/West line	County		
Р	10	195	29E			980		SOUTH	1300	EAST	EDDY		
Bottom Hole Location If Different From Surface													
UL or lot No.	Section	Township	Range	Lot	Idn	Feet fro	m the	North/South line	Feet from the	East/West line	County		
Dedicated Acre	s Joint of	r Infill	Consolidation	Code	Or	ier No.							
70													
NO ALLO	WABLE W							INTIL ALL INTER		EN CONSOLIDA	TED		
		OR A	NON-STAN	DARI) UN	IT HAS	BEEN	APPROVED BY T	THE DIVISION	·			
			<u> </u>						OPERATO	R CERTIFICAT	TON		
										certify the the inj			
									contained herein	is true and comple			
									best of my knowledge and belief.				
									<i> </i>	ANELSON MUNCY			
									Signature	ignature			
									LOON MUNEU				
								Printed Name OPER MGR					
							(B)(4) -						
									3/2	3/24/99			
									Date				
							SURVEYO	R CERTIFICAT	ION				
									I hereby certify	that the well location			
							on this plat was actual surveys	on this plat was plotted from field notes of actual surveys made by me or under my					
1									supervison, and	that the same is best of my belief.	true and		
									UUTTEGE LO ENE	vest of may vetter.			
										3/13/1999			
									Date Surveyed Signature de S Professional	HELL.			
·····							N.3	32°40'15" 104°03'30"	Professional	HELL. JON			
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						- 980		Certificate No.	Certificate No. Hercher Labores RLS 3640				
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									GENERAL	URVETING COMPANY	<u></u>]		