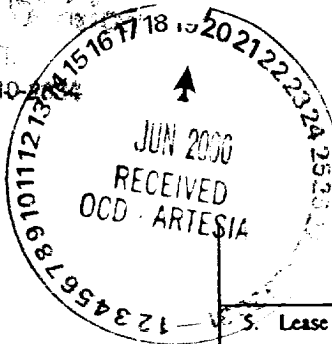


N. M. Oil Corp. Drilling

ARTESIA, NM 88210-2004



FORM APPROVED
OMB No. 1004-0136
Expires November 30, 2000

Form 3160-3
(August 1999)

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL OR REENTER

1a. Type of Work: <input checked="" type="checkbox"/> DRILL <input type="checkbox"/> REENTER		5. Lease Serial No. LC 029389 (A)
1b. Type of Well: <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other <input checked="" type="checkbox"/> Single Zone <input type="checkbox"/> Multiple Zone		6. If Indian, Allottee or Tribe Name
2. Name of Operator ANADARKO PETROLEUM CORPORATION 817		7. If Unit or CA Agreement, Name and No.
3a. Address P O BOX 2497, MIDLAND TX 79702	3b. Phone No. (include area code) 915/682-1666	8. Lease Name and Well No. BAISH FEDERAL NO. 11 1239
4. Location of Well (Report location clearly and in accordance with any State requirements. *) At surface 845' FSL & 770' FEL At proposed prod. zone SAME U.L. P		9. API Well No. 50-015-31191
14. Distance in miles and direction from nearest town or post office* 7 MILES SOUTHEAST FROM LOCO HILLS		10. Field and Pool, or Exploratory SHUGART BONE SPRING, NORTH
15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) 770' (770')		11. Sec., T., R., M., or Blk. and Survey or Area SEC 9 - 18S - 31E
16. No. of Acres in lease 440	17. Spacing Unit dedicated to this well 40 ACRES	12. County or Parish. EDDY
18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. 1140'	19. Proposed Depth 9300	13. State NM
20. BLM/BIA Bond No. on file 153571	21. Elevations (Show whether DF, KDB, RT, GL, etc.) 3702 G.L.	22. Approximate date work will start* APRIL 15, 2000
23. Estimated duration 30 DAYS		

24. Attachments

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No.1, shall be attached to this form:

- | | |
|---|--|
| 1. Well plat certified by a registered surveyor. | 4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above). |
| 2. A Drilling Plan. | 5. Operator certification. |
| 3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office). | 6. Such other site specific information and/or plans as may be required by the authorized officer. |

25. Signature <i>George R. S. Buehler</i>	Name (Printed/Typed) GEORGE R. S. BUEHLER	Date 03/03/2000
Title STAFF DRILLING ENGINEER		

Approved by (Signature) <i>LARRY D. BRAY</i>	Name (Printed/Typed)	Date JUN 16 2000
Title Assistant Field Manager,	Office RFO	

Application approval does not warrant or guarantee that applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Conditions of approval, if any, are attached.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

*(Instructions on reverse)

APPROVED FOR 1 YEAR

RECEIVED
MAR 06 2000
BLM
ROSWEIL, NM