N. N.

CISE

Form 3160-3 July 1992)	HAIIT	ED STATES		4.1		* *	
	DEPARTMEN	T OF THE INTE AND MANAGEM		APT (Sept.)		5. LEASE DESIGNATION	ON AND SERIAL NO. 58709 A
APPLI	CATION FOR PE	RMIT TO DR	ILL OR	DEEPEN		6. IF INDIAN, ALLOTEE	OR TRIBE NAME
1a. TYPE OF WORK	DRILL X	DEEPEN]			7. UNIT AGREEMENT N	111111
b. TYPE OF WELL OIL	GAS		SINGLE		MULTIPLE	8. FARM OR LEASE NA	OR UNIT
WELL X	WELL OTHER		ZONE	X	ZONE	TAYL	OR UNIT #21
2. NAME OF OPERATOR	18860			12	3456>	9. APLWELL NO.	5-32077
RAY WESTALL 3 ADDRESS AND TELEPHONE	1000A			100 K	0,0	10 FIELD AND POOL I	
PO BOX 4. LOCO HILLS	NM 88255	505 677-237	0 10	♦	<u> </u>	SHUC	ART
4. LOCATION OF WELL (REPOR	T LOCATION CLEARLY AND IN A			REMENTS)	(T) 1	-i- (
AT SURFACE	1470 FSL & 3	90 FWL	327	RFCS	ARTESIA &	AND SURVEY OR A	REA 12 T18S-R31E
AT PROPOSED PROD. ZONE	SAME	\mathcal{M}'	2 /26	i OCD -	Allia	12 COUNTY OR PARISH	_
14. DISTANCE IN MILES AND D	RECTION FROM NEAREST TOW	OR POST OFFICE		C.57	195		
	10 MILES SOUTHEAST C	F LOCO HILLS NM	1	15/5/50	2018111919	WO OF ACRES 100101177	
15. DISTANCE FROM PROPOSE	D		18. NO. OF AC	RES IN LEASE	17.	NO. OF ACRES ASSIGNED TO THIS WELL	
LOCATION TO NEAREST PROPERTY OR LEASE LINE	FT					TO THIS WEEK	
(Also to nearest drig. unit lie		390		640		4	10
18. DISTANCE FROM PROPOSE	DLOCATION		19. PROPOSE	D DEPTH	20.	ROTARY OR CABLE TOOL	S
TO NEAREST WELL DRILL!		600		3800		ROTA	ARY
OR APPLIED FOR, ON THIS		600	l	3800		APPROX. DATE WORK	
21. ELEVATIONS (Show whethe 3753						ASAP	
23.		PROPOSED CASIN	G AND CEN	ENTING PRO	GRAM		
SIZE OF HOLE	GRADE, SIZE OF CASING	WT PER FT	SETTI	NG DEPTH		QUANTITY OF (CEMENT
12 1/4"	8 5/8" J-55	32# ST&C 8RD	995'	955	350 SXS CIRCU		WITHESS
7 7/8''	5 1/2"J-55	15#LT&C 8RD	3	0	850 SXS EST T	OP 300'	
				U	-		
CEMENT WILL BE CIRCL	EW, OR USED MEETING B JLATED ON 85/8" CASIN ND ADDITIVES ARE SUBJ	3.	UE TO HOL	E CONDITION		royal Rubi Ieral Requi Iomal Stipul I ached	ESMENIO WAD
		PRO	OPOSED MI	JD PROGRAM			
0-955	FRESH WATER BRINE WATER						
955-3800	BRINE WATER						
	TO CHANGE DUE TO HOLE O	,					
	ROPOSED PROGRAMMIT proposa ment data of purpoyrace locations						o ann or
deepen directionally, give pertir	nent data of edge unace locations	and measured and true	vertical deptilis	Give Biowout pi	evenue. program, m	···/·	
SIGNED	////		TITLE	GEOLOGIS	ST .	DATE	3/2001
(THIS SPACE FOR FEDERAL OF	R STATE OFFICE USE)		_ _				
PERMIT NO.			APPROVAL D	ATE			
APPLICATION APPROVAL CICES NOT WARRA	NT OR CERTIFY THAT THE APPLICANT HOLDS	LEGAL OR EQUITABLE TITLE TO TH	IOSE RIGHTS IN THE	SUBJECT LEASE WHICH	WOULD ENTITLE THE APPLI	CANT TO CONDUCT OPERATIONS THE	EREON.
CONDITIONS OF APPROVAL IF							
1-1-1	FOLIE A TUE	7100		FIELD	MANAG	ER	OCT 2 1 2004

TITLE 18 U.S.C. SECTION 1001, MAKES IT A CRIME FOR ANY PERSONS 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

/s/ LESLIE A. THEISS

DATE

OCT 3 1 2001

District I PO Box 1980, Hobbs, NM 88241-1980 District II PO Drawer DD, Artesia, NM 88211-0719 District III 1000 Rio Brazos Rd., Aztoc, NM 87410 District IV

PO Box 2088, Santa Fe, NM 87504-2088

375 390'

374

State of New Mexico Energy, Minerals & Natural Resources Department

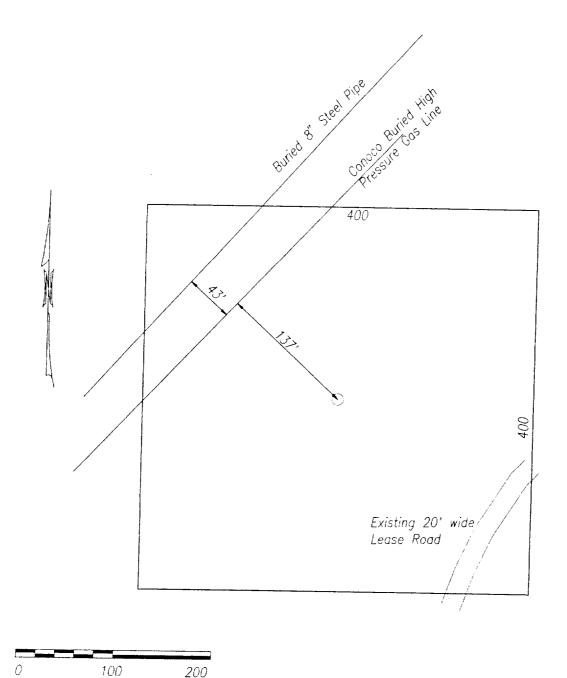
OIL CONSERVATION DIVISION PO Box 2088 Santa Fe, NM 87504-2088

Form C-101
Revised February 10, 1994
Instructions on back
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

AMENDED REPORT

API Number			OCATIO	Name					
⁴ Property	Cede			·	¹ Propert	y Name			* 14/ H **
OGRID No.		Ta	Taylor Unit Federal				* Well Number		
OCKID	140.		Ra	'Operator Name Ray Westall, Operator				' Elevation	
		L	 		¹⁰ Surface				3753
L or lot no.	Section	Township	Range	Lot Ida	Feet from the	North/South line	Feet from the	East/West E	
L	12	18s	31e		1470	South	390	West	County Eddy
7		T =	11 Bot	tom Hol	le Location I	f Different Fr	om Surface	.1	Ludy
iL or lot no.	Section	Township	Range	Lot ida	Feet from the	North/South line	Feet from the	East/West in	ne County
Dedicated Acre	m 13 fains	1-50 14.6	Consolidatio		Order No.				
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							Signature Printed Name Title Date 2/1	ATOR C. by that the information of the country of	RTIFICATIO
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0 375	7.1						Signature Printed Name Printed Name Title Date 18 SURVI I hereby certify was plotted from or under me and correct to and correct to the surface of the	EYOR CE what the well loc my field notes of a y supervision, and the best of my be	RTIFICATIOn contained herein of my knowledge and it was a series of the
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0 375 0 375							Signature Printed Name Printed Name Title Date 18 SURVI I hereby certify was plotted from or under me and correct to and correct to the surface of the	EYOR CE That the well loc That the well loc That the well loc That the well loc That the well of The properties of any The part of my bea The part of my beat	RTIFICATIOn contained herein of my knowledge and it was a series of the
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Certificate Number 0:23310HA



200

SITE PLAN RAY WESTALL OPERATING TAYLOR UNIT FEDERAL WELL No. 21 1470 FSL 390 FWL SEC. 12, T18S, R31E EDDY Co., NM

APPLICATION FOR DRILLING

Ray Westall
Taylor Unit #21
1470 FSL & 390 FWL
Section 12
Township 18 South, Range 31 East
Eddy County, New Mexico

In conjunction with Form 3160-3, Application for Permit to Drill, Ray Westall submits the following ten items of pertinent information in accordance with BLM requirements:

- 1. The geological surface formation is Quaternary.
- 2. The estimated tops of geologic markers are as follows:

Base Salt 2110' Yates 2390' Queen 3520'

3. The estimated depths at which anticipated water, oil & gas formations are expected to be encountered:

Water 0-180' Oil & Gas Zones 3520-3600

- 4. Proposed casing program: See 3160-3
- 5. Pressure Control Equipment:

A 900s BOP will be installed on the 8 5/8" casing and tested prior to drill out

6. Mud Program:

Fresh water in surface hole. Brine in production hole.

- 7. Auxiliary Equipment: None
- 8. Logging Program: CNL/FDC/GR, DLL.
- 9. No abnormal pressures or temperatures are anticipated. Estimated BHP is 2100#, Estimated BHT is 110 F.
- 10. Anticipated Starting date: 01/01/01

Duration: 7 Days drilling

5 Days completion

MULTI-POINT SURFACE USE AND OPERATIONS PLAN

RAY WESTALL TAYLOR UNIT #21

This plan is submitted with form 3160-3, Application for Permit to Drill, covering the above described well. The purpose of this plan is to describe the location of the proposed well, the proposed construction activities and operations plan, the magnitude of surface disturbance involved, and the procedures to be followed in rehabilitating the surface after completion of the operations, so that a complete appraisal cam be made of the environmental effect associated with the operation.

Existing Roads.

Exhibit A is a portion of a USGS topographic map showing the wells and roads in the vicinity of the proposed location.

2. Planned Access Road.

None.

3. Location of Existing Wells.

Exhibit B is a topo map showing the existing wells.

4. Location of existing/or proposed facilities:

If productive a 3" SDR 7 poly line will be laid along existing ROW located on the Taylor Unit Facility located in the NWSE of section 12. A 3 phase power line and poles will be routed along the existing ROW paralleling the road.

5. Location and Type of Water Supply.

It is planned to drill the proposed well with fresh and brine water system. The water will be obtained from commercial sources and will be hauled to the location by truck.

6. Source of Construction Materials.

The location and road will be from pit excavation and or will be hauled in from an approved caliche pit.

- 7. Methods of Handling Waste Disposal.
 - A Drill cuttings will be disposed of in the reserve pit.
 - B. Drilling fluids will be allowed to evaporate in the reserve pits until the pits are dry.
 - C. Produced water during operations will be stored in reserve pits until dry.
 - D. Oil produced during operations will be stored in tanks until sold.
 - E. Current laws and regulations pertaining to the disposal of human waste will be complied with.

F. Trash, waste paper, garbage and junk will be stored in a wire cage preventing blowing or scattering by the wind. After drilling and completion all waste will be removed to an approved site.

8. Ancillary Facilities

None required.

9. Wellsite Layout.

Exhibit C shows the relative location and dimensions of the well pad, the reserve pit, a 400' X 400' area has been staked and flagged.

10. Plans For Restoration of The Surface.

- A. After finishing drilling and completion operations all equipment and other material not needed for further operations will be removed. The location will be cleaned of all trash and junk to leave the Wellsite in as aesthetically pleasing a condition as possible.
- B. Unguarded pits, if any containing fluids will be fenced until they have been filled.
- C. If the proposed well is non-productive, all rehabilitation and or vegetation requirements of the BLM and USGS will be complied with and will be accomplished as expeditiously as possible. All pits will be filled and leveled within 90 days after abandonment.

11. Other Information:

- A. Topography: The land surface in the vicinity of the Wellsite is sandy loam with caliche hills and outcrops.
- B. Flora and Fauna: the vegetation cover consists of prairie grass, greasewood and miscellaneous desert growth. No wildlife was observed, but wildlife in the area probably includes those typical of semi-arid desert land. The area is used for cattle grazing.
- C. There are no ponds, lakes or rivers in the area.
- D. There are no inhabited dwellings in the vicinity of the proposed well.
- E. Surface ownership is federal.
- F. Evidence of archeological sites has been reported and previously filed by Archaeological Survey Consultants.

12. Operator's Representative:

Ray Westall P.O. Box 4 Loco Hills, NM 88255 (505) 677-2370

13. Certification:

I hereby certify that I, or persons under my direct supervision, have inspected the proposed drillsite and access route, that I am familiar with the conditions which presently exist; that the statements made in this plan are to the best of my knowledge true and correct; and that the work associated with the operation proposed herein will be performed by the operator and its' subcontractors in conformity with this plan and the terms and conditions under witch is approved

Randall L. Harris

Geologist

