

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

NM OIL CONS COMMISSION
Drawer DD
Artesia, NM 88210

FORM APPROVED
Budget Bureau No. 1004-0135
Expires: March 31, 1993

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.
Use "APPLICATION FOR PERMIT—" for such proposals

SUBMIT IN TRIPLICATE

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other	5. Lease Designation and Serial No. NM34247
2. Name of Operator Louis Dreyfus Natural Gas Corp. /	6. If Indian, Allottee or Tribe Name -----
3. Address and Telephone No. 14000 Quail Springs Parkway Ste. 600 Oklahoma City, OK 73134	7. If Unit or CA, Agreement Designation -----
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 1980' FNL & 1980' FWL SEC. 33 T-22S, R26E	8. Well Name and No. Sheep Draw Fed. #3
	9. API Well No. 30-015-27341
	10. Field and Pool, or Exploratory Area Happy Valley-Delaware
	11. County or Parish, State Eddy, N.M.

12. CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Abandonment
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Recompletion
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Plugging Back
	<input type="checkbox"/> Casing Repair
	<input type="checkbox"/> Altering Casing
	<input checked="" type="checkbox"/> Other off-lease measurement
	<input type="checkbox"/> Change of Plans
	<input type="checkbox"/> New Construction
	<input type="checkbox"/> Non-Routine Fracturing
	<input type="checkbox"/> Water Shut-Off
	<input type="checkbox"/> Conversion to Injection
	<input type="checkbox"/> Dispose Water

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*

1. The oil, water, and gas from this well is moved through a flowline to the Sheep Draw Battery #2 located at NW/NE Sec. 33, T-22S, R26E, Eddy Co., N.M.
2. The oil is sold to Amoco and trucked out from Sheep Draw Battery #2.
3. The gas is transported through LDNG's gas lines to LDNG's Happy Valley Compressor Station. The gas is then sold to Highlands Gas Corp. through a meter located at NE/SW Sec. 15, T-23S, R26E, Eddy Co., N.M.
4. The water is hauled out by Schurlock Permian to a state approved disposal well.

NOV 30 1995

OIL CON. DIV.
DIST. 2

14. I hereby certify that the foregoing is true and correct

Signed [Signature] Title Production Foreman Date Sept. 22, 1995

(This space for Federal or State office use)

Approved by [Signature] Title [Signature] Date 11/28/95
Conditions of approval, if any:

- SEE ATTACHED -

Title 18 U.S.C. Section 1001, makes 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.

*See Instruction on Reverse Side

(rev. 2/25/93)

BUREAU OF LAND MANAGEMENT
CARLSBAD RESOURCE AREA

Off Lease Storage/Measurement

Conditions of Approval

Approval of off lease storage/measurement and sales is subject to the following conditions of approval:

1. This agency be notified of any change in your sales method or location of the sales meter.
2. This agency shall be notified of any spill or discharge as required by NTL-3A.
3. This agency reserves the right to modify or rescind approval whenever it determines continued use of the approved method may adversely affect the surface or subsurface environments.
4. This approval does not constitute right-of-way approval for any off lease activities. You need to submit within 30 days an application for right-of-way approval to the Realty Section in this office if you have not already done so.