Form 3160-3 (December 1990)	DRAWER ARTESIA, NI UNI DEPARTMEN	VM OIL CONS. COMMISSION DRAWER) MRTESIA, NM 68210 UNITED STATES DEPARTMENT OF THE INTER BUREAU OF LAND MANAGEMENT			RIPLICATE• uctions on side)	Form approved. Budget Bureau No. 1004-0136 Expires: December 31, 1991 5. LEASE DESIGNATION AND SEBIAL NO. NM-0486			
APPL	ICATION FOR	PERMIT TO	DRILL	OR DEEPEN		6. IF INDIAN, ALLOTTER	OR TRIBE NAME		
b. TTPE OF WELL OIL X WELL X 2. NAME OF OPERATOR Kevin O. But 3. Address and telephonenc 500 W. Texas 4. Location of Well (At miring 1980' FNL & At proposed prod. Bo	8, Suite 955, M. Report location clearly ar 660' FWL me	idland, TX 7	81N 201 79702	915-682-1178		30-0/5-2E 10 TIELD AND POOL, O Wildcat DC 11. GRC., T., R., M., OR I AND GURVET OR AN	it #3/4227 #3/4227 B235 R WILDCAT ECMU MEE BLK.		
1980' FNL &	AND DIRECTION FROM NE	AREST TOWN OR POS	T OFFICE			Sec. 27, T2 12. COUNTY OF PARISH			
Approximately 15 miles east of Ca 10. DISTANCE FROM PROPOSED* LOCATION TO NEAREST PROPERTY OR LEASE LINE, PT. (Also to desreat drig. unit line, if any) 660' 18. DISTANCE FROM FROTOSED LOCATION* TO NEAREST WELL, DRILLING, COMPLETED. OR APPLIED FOR, ON THIS LEASE, FT. 4900' 21. ELEVATIONS (Show whether DF, RT, GR, etc.)		660'	16. NO. OF ACRES IN LEASE 17. NO. 19. PROPOSED DEPTH 20. RO		то тн 20. готае	Eddy NM OF ACRES ABBIGNED THIS WELL 40 TARY OR CABLE TOOLS OTARY 22. APPROX. DATE WORK WILL START [*]			
3187' GR						ASAP before 12-31-94			
23.		PROPOSED CAS	ING AND	CEMENTING PROGRA	M		<u></u>		
intermediate circulated t will be set	ORADE STEOF CASHO 13 3/8" 8 5/8" 5 1/2" ler & Associate formations. A o shut off grav and cement circle emented with add	opproximatel vel and cavi culated to s	5 J-55 5 y 415 ngs. urface	' of surface of Approximately e. If commerce	1100 200 s t test t casing w 2550' cial, pr	ill be set and of intermedia oduction casin	urf surf d d cement te casing ng will		
MUD PROGRAM:	0-425' fresh cut brine/sta	water gel; urch.	415-25	550' brine/sal	lt water	gel; 2550	TIE		

BOP PROGRAM: BOP will be installed on the 13 3/8" casing and tested daily. *finition of the tested daily. finition of tested daily. finit daily. finit daily. finition of tested*

24. RHILLAN Sert Star	President	DATE10-4-94
(This space for Federal or State office une)		APPROVAL SUBJECT TO General Requirements and
PERMIT NO Application approval does not warrant or certify that the applicant ho CONDITIONS OF APPROVAL, IP ANY:	Ids legal or equitable title to those rights in the subject lease which	
APPROVED BY S Vott Johns	AREA MANAGER	DATE 12/2/94

*See Instructions On Reverse Side

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District I PO Box 1980, Hobbs, NM 3228-1980 District II PO Drawer DD, Artesia, NM 3211-0719 District III 1000 Rio Brazos Rd., Aztec, NM 87410 District IV PO Box 2088, Santa Fe, NM 37504-2088

State of New Mexico Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION PO Box 2088 Santa Fe, NM 87504-2088 Form C-102 Revised February 10, 1994 Instructions on back Submit to Appropriate District Office State Lease - 4 Copies Fee Lease - 3 Copies

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT												
API Number				² Pool Code				³ Pool Name				
				* Property Name					' Weil Number			
* Property (ERAL								3			
' OGRID I			' Oş	perator	Name		* Elevation					
01262) <u>. BUT</u> I	BUTLER & ASSOCIATES						3187.				
¹⁰ Surface Location												
UL or lot no.	Section	Township	Range	Range Lot Idn Feet from the		the	North/South line	Feet from the	East/Wei	-		
Е	27	215	28E		1980		NORTH	660	WE	EST EDDY		
¹¹ Bottom Hole Location If Different From Surface												
UL or lot no.	Section	Tewnship	hip Range Lot Idn Feet fr		Feet from	ibe	North/South line	Feet from the	East/West line County		County	
	ĺ								<u> </u>		<u> </u>	
12 Dedicated Act	res 13 Joint	or infill ¹⁴ (Consolidatio	in Code ¹³ (Order No.							
40	VADIC	UNTI DE		<u>ן</u> דם דם ד ע ו	IS COMP	I FTI	ON UNTIL ALL	INTERESTS H	IAVE BE	EN CON	VSOLIDATED	
NU ALLO	337 LE	OR A	NON-ST	ANDARD	UNIT H	AS BI	EEN APPROVED	BY THE DIV	ISION			
16 17 OPERATOR CERTIFICA						TIFICATION						
	I hereby certify that the information contain true and complete to the best of my knowled											
								true and con	upiele lo ine	oesi oj my	nomente and beact	
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980									<			
× ·									to take			
								Signature (
								li	Kevin O. Butle r			
					President							
660' °				Tide September 27, 1994			94					
								Date		<u>, , , , , , , , , , , , , , , , , , , </u>		
								18STIR	VEYOR	CERT	<i>TIFICATION</i>	
							,				on shown on this plat	
								was ploued	from field no	ses of actua	al surveys made by has the same is true	
									to the best of			
									EMBER	22,1	994	
								Date of Ser		EUDY		
							1	Signature a	and Seal for M	CONTRACTOR 1	Survayer.	
										1		
								E.			ANEEL	
								REEISTER	1110	AVENOT	AN	
								hen	Number UFE		goy	
								Certificate NM	PEAPS	¥0. 54	.12 /	



CHOKE MANIFOLD DIAGRAM

KEVIN O. BUTLER & ASSOC., INC. #3 NIX FEDERAL SECTION 27, T21S-R28E EDDY COUNTY, NEW MEXICO



RECEIVED



- 1. installed prior to drilling out from under casing.
- All preventers to be hydraulically operated with secondary manual c 2.
- Choke outlet to be a minimum of 3 " diameter. 3.
- Kill line to be of all steel construction of 2" minimum diameter. All connections from operating manifolds to preventers to be all st 4
- hole or tube a minimum of one inch in diameter. The available closing pressure shall be at least 15% in excess of the 5.
- . required with sufficient volume to operate the B.O.P.'s. All connections to and from preventer to have a pressure rating equ. 6.
- to that of the B.O.P.'s. Inside blowout preventer to be available on rig floor. 7.
- 8.
- Operating controls located a safe distance from the rig floor Hole must be kept filled on trips below intermediate casing. 9.

Exhibit "B"