Form 3160-3 (December 1990)

AHTESIA, NM 80 SUBMIT

(Other instructions on

Form approved. Budget Bureau No. 1004-0136 Expires: December 31, 100

UNITED STATES

| DEPARTMENT OF THE  | INTERIOR                       |                |                            | 02, 1991         |
|--|--------------------------------|----------------|----------------------------|------------------|
|  | 5. LEASE DESIGNATION           | AND SERIAL NO. |                            |                  |
| BUREAU OF LAND MAN   | NAGEMENT                       |                |                            |                  |
| APPLICATION FOR DEPONT TO  | DOUL OF PERMI                  |                |                            | 1-LC0702015-C    |
| APPLICATION FOR PERMIT TO  | JUHILL OH DEEPEN               |                | 6. IF INDIAN, ALLOTTE      | OR TRIBE NAME    |
| 1a. TYPE OF WORK   |                                |                |                            |                  |
| DRILL X DEEPEN   | <b>1</b> 📋                     |                | 7. UNIT AGREEMENT N        | AMB              |
| b. TYPE OF WELL OIL GAR CONT   |                                |                | 224                        | 100              |
| WELL X OTHER   | SINGLE X MULTI<br>ZONE X ZONE  | PLE            | 8. FARM OR LEASE NAME WE   | - <del>7</del> 0 |
| 2. NAME OF OPERATOR  | ZONE                           |                |                            |                  |
| Fasken Oil and Ranch, Ltd. 1514  | / / / _                        |                | Maralo "34" Fe             | ederal "         |
| 3. ADDRESS AND TELEPHONE NO.   | 14                             |                | 9. AR WELL NO.             |                  |
|  | •                              |                | 30-015-3                   | 033/             |
| 303 W. Wall Ave., Suite 1900, Midland, TX 7  | 9701-5116 915-687-1777         |                | 10. FIELD AND POOL, O      | R WILDCAT        |
| 4. LOCATION OF WELL (Report location clearly and in accordance At surface            | with any State requirements.*) |                | _ Walou                    | . 70920          |
| 2150' FNL and 660' FEL   |                                |                | 11. 3EC., T., R., M., OR 1 | (Morrow)         |
| At proposed prod. zone   |                                |                | AND SURVEY OR AR           | BA               |
| me proposed prod. 2016   | • 11                           |                |                            |                  |
| 14 DISTANCE IN MILES   | 17 17                          |                | Sec. 34, T20S, R           | 27E              |
| 14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR I                           | POST OFFICE®                   |                | 12. COUNTY OR PARISH       | 13. STATE        |
| 7 miles North of Carlsbad, NM  |                                |                | Eddy                       | NM               |
| 15. DISTANCE FROM PROPUSED* LOCATION TO NEAREST                                      | 16. NO. OF ACRES IN LEASE      | 1 17. NO. O    | F ACRES ASSIGNED           | 1 141            |
| PROPERTY OR LEASE LINE PT  | 64.0                           |                | HIS WELL                   |                  |
| (Also to nearest drig, unit line, if any) 660'  18. DISTANCE FROM PROPOSED LOCATION® | 640                            | 320            | )                          |                  |
| TO NEAREST WELL, DRILLING, COMPLETED.  | BY OR CABLE TOOLS              |                |                            |                  |
| OR APPLIED FOR, ON THIS LEASE, FT. NA  | 11250'                         | Rota           | arv                        |                  |
| 21. ELEVATIONS (Show whether DF, RT, GR, etc.)                                       |                                |                | 22. APPROX. DATE WOI       | LE WILL STARTS   |
| 3261' GR   |                                |                |                            |                  |
| <del></del>  |                                |                | August 1, 1998             | 5                |

#### PROPOSED CASING AND CEMENTING PROGRAM

|              |                       |                 |               | AM .                         |
|--------------|-----------------------|-----------------|---------------|------------------------------|
| SIZE OF HOLE | GRADE, SIZE OF CASING | WEIGHT PER FOOT | SETTING DEPTH | QUANTITY OF CEMENT           |
| 17½"         | 13-3/8" H40           | 48.0            | 4001          | 400 sx Circulate to surface  |
| 12½"         | 8-5/8" K55            | 24.0            | 22751         | 1000 sx Circulate to surface |
| 7-7/8"       | 5½" N80               | 17.0            | 11250         | 1900 sx                      |

The operator proposes to drill to a depth sufficient to test the Morrow formation. If productive, 5-1/2" casing will be set at TD and cemented back to approximately 2275'. If non-commercial the well will be plugged and abandoned in accordance with the Federal regulations.

Drilling Program

23.

Surface Use and Operating Plan

Exhibit #1 - Area Map

Exhibit #2 - One Mile Radius Map

Exhibit #3 - Hydrogen Sulfide Drilling Operations Plan

Exhibit #4 - Well Site Layout

Exhibit #5 - Blowout Preventor Equipment

Post FP-1 7-10-98 7-10-98

| BOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is<br>en directionally, give pertinent data on subsurface locations and mea | s to deepen, give data on present productive zone and proposed new<br>asured and true vertical depths. Give blowout preventer program, if any | productive zone. If proposal is to drill o     |
|---|---|--|
| IGNED Jammy a . Jaylor  | TITLE Drilling & Production Engineer  |  |
| This space for Federal or State office use)   | APPROVILLOADE   |  |
|   | is legal or equitable title to those rights in the subject lease which would en   | ntitle the applicant to conduct operations the |
| (ORIG, SUD.) ARMANDO A LOPEZ  | ACTING AFOM,  | JUN 3 0 1998                                   |

DURERU OF LAND MGMT.

Ed 7 A 85 YAM ENPH

TENEO EN

#### State of New Mexica

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

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

1000 Rio Brazos Rd., Artec, NM 87410

DISTRICT III

### OIL CONSERVATION DIVISION

P.O. Box 2088

Santa Fe, New Mexico 87504-2088

☐ AMENDED REPORT

## WELL LOCATION AND ACREAGE DEDICATION PLAT

| API Number    | Pool Code | Pool Code Pool N     |           |
|---------------|-----------|----------------------|-----------|
|               | 73280     | Burton Flat - Morrow | <u></u>   |
| Property Code | MARALO    | Well Number          |           |
| OGRID No.     |           | Operator Name        | Elevation |
| 151416        | FASKEN (  | DIL & RANCH LTD.     | 3261'     |

#### Surface Location

|   | UL or lot No. | Section | Township | Range   | 7 a4 T4- | W 1 4         | T                |               |                |        |
|---|---------------|---------|----------|---------|----------|---------------|------------------|---------------|----------------|--------|
|   |               |         | 10 manip | verrife | Lot Idn  | Feet from the | North/South line | Feet from the | East/West line | County |
|   | Н             | 34      | 20 S     | 27 F    |          | 2150          | NORTH            | CCO           | •              |        |
| 1 |               | L       |          |         |          | 2100          | NORIA            | 660           | EAST           | EDDY I |

### Bottom Hole Location If Different From Surface

|                 |          |             |             |         |               |                  | 1400          |                |        |
|-----------------|----------|-------------|-------------|---------|---------------|------------------|---------------|----------------|--------|
| UL or lot No.   | Section  | Township    | Range       | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
| Dedicated Acres | Joint o  | r Infill Co | nsolidation | Code Or | der No.       |                  |               |                |        |
| NO ATTO         | <u> </u> | <del></del> |             |         |               |                  |               |                |        |

# NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

|      | 500 06    | I I             | OPERATOR CERTIFICATION  I hereby certify the the information contained herein is true and complete to the best of my knowledge and belief. |
|------|-----------|-----------------|--|
| <br> | · – – – – | 7 2150.         | Jammy C. Jaylor<br>Signature   |
|      |           | 3253.8' 3257.4' | Tommy E. Taylor  Printed Name  Drilling & Production Engineer  Title  5-22-98  Date  |
|      |           | 3252.4' 3264.3' | SURVEYOR CERTIFICATION  I hereby certify that the well location shown on this plat was plotted from field notes of                         |
|      | <br>      |                 | supervison and that the same is true and correct to the best of my belief.   |
|      |           |                 | Signature & Seal of Experience Surveyor  |
|      |           |                 | Certificate to Gory L. Jones 7977  BASIN SURVEYS   |

