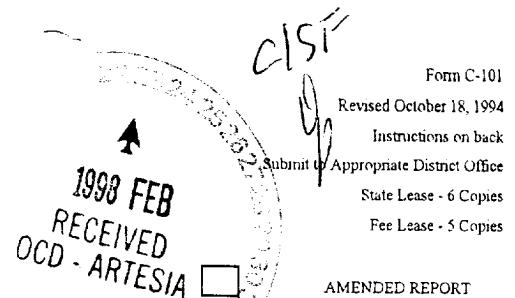


District I
PO Box 1980, Hobbs, NM 88241-1980
District II
811 South First, Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico
Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION
2040 South Pacheco
Santa Fe, NM 87505



APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE

¹ Operator Name and Address. REDSTONE OIL & GAS COMPANY 8235 Douglas Avenue Suite 1050 Dallas, Texas 75225		² OGRID Number 034397
		³ API Number 30 - 015-20320
⁴ Property Code 018809	⁵ Property Name Rock Tank	⁶ Well No. 4

⁷ Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
	1	23S	24E	J	1650	South	1650	East	Eddy

⁸ Proposed Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
⁹ Proposed Pool 1 Rock Tank (Canyon)					¹⁰ Proposed Pool 2				

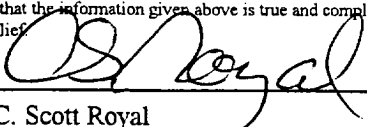
¹¹ Work Type Code P	¹² Well Type Code G	¹³ Cable/Rotary NA	¹⁴ Lease Type Code Federal	¹⁵ Ground Level Elevation 4013'
¹⁶ Multiple No	¹⁷ Proposed Depth 10,921'	¹⁸ Formation Canyon	¹⁹ Contractor NA	²⁰ Spud Date NA

²¹ Proposed Casing and Cement Program

Hole Size	Casing Size	Casing weight/foot	Setting Depth	Sacks of Cement	Estimated TOC
11"	8 5/8"	24#	2483'	1150	Surface
7 7/8"	5 1/2"	17#	10,405'	670	8510'
		DV Tool	8510'	230	6680'
		DV Tool	5502'	350	2800'

²² Describe the proposed program. If this application is to DEEPEN or PLUG BACK give the data on the present productive zone and proposed new productive zone. Describe the blowout prevention program, if any. Use additional sheets if necessary.

- 1.) Well is currently completed in the Upper Morrow @ 9902-10,060'
- 2.) Well will be plugged back to the Canyon as follows:
 - a.) Set CIBP @ 9850' & cap w/ 20' cement
 - b.) Perforate Canyon @ 8340-62'
 - c.) Acid stimulate
 - d.) Return to production

²³ I hereby certify that the information given above is true and complete to the best of my knowledge and belief. Signature: 		OIL CONSERVATION DIVISION	
Printed name: C. Scott Royal		Approved by: ORIGINAL SIGNED BY TIM W. GUM	
Title: Engineer		Title: DISTRICT II SUPERVISOR	
Date: 2/19/98		Approval Date: 3-9-98	Expiration Date: 3-9-99
Phone: 214-368-0202		Conditions of Approval : Attached <input type="checkbox"/>	