Form 3160-3 (November 1983) (formerly 9-331C)

CONDITIONS OF APPROVAL, IF ANY:

SUBMIT IN TRIP. (Other instructions on COMITE SECTION) Budget Bureau No. 1004-0136 Expires August 31, 1985

5. LEASE DESIGNATION AND SERIAL NO.

NM-59383

UNITED STATESOLL COMS. DEPARTMENT OF THE THYER FOR BUREAU OF LAND MANAGEMENT NE 88210

6. IF INDIAN, ALLOTTES OR TRIBE NAME APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK 1a. TYPE OF WORK PLUGRBACK 7. UNIT AGREEMENT NAME DRILL XX DEEPEN b. TYPE OF WELL WELL X S. FARM OR LEASE NAME \mathbf{x} 2. NAME OF OPERATOR CARTHEL FEDERAL AUG -9 '90 9. WELL NO. BIRD CREEK RESOURCES. INC. 3. ADDRESS OF OPERATOR 10. FIELD AND POOL, OR WILDCAT 1412 S. BOSTON, SUITE 550, TULSA, OKLAHOMA 7444 D 4. LOCATION OF WELL (Report location clearly and in accordance with any State requiremental ESMA, OPPING WILDCAT () 11. SEC., T., R., M., OR BLE AND SURVEY OR AREA 2310' FSL AND 1650' FEL OF SECTION 5 At proposed prod. sone SEC.5, T.23 S., R.29 E. 14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE 12. COUNTY OR PARISH | 18. STATE 6 AIR MILES EAST-NORTHEAST OF LOVING, NEW MEXICO EDDY NEW MEXICO 15. DISTANCE FROM PROPOSED* LOCATION TO NEAREST PROPERTY OR LEASE LINE, 16. NO. OF ACRES IN LEASE 17. NO. OF ACRES ASSIGNED TO THIS WELL 1650 602.12 40 (Also to nearest drig, unit line, if any) 18. DISTANCE FROM PROPOSED LOCATION® 19. PROPOSED DEPTH 20. ROTARY OR CABLE TOOLS TO NEAREST WELL, DRILLING, COMPLETED. OR APPLIED FOR, ON THIS LEASE, FT. 6600' ROTARY 21. ELEVATIONS (Show whether DF, RT, GR, etc.) 22. APPROX. DATE WORK WILL START* 2986.1' GL UPON APPROVAL 23. PROPOSED CASING AND CEMENTING PROGRAM R-111-P Potash SIZE OF HOLE SIZE OF CASING WEIGHT PER FOOT QUANTITY OF CEMENT SETTING DEPTH 17-1/2" 13-3/8" 48# 400' SUFFICIENT TO CIRCULATE 8-5/8" 12-1/4" 2775 SUFFICIENT TO CIRCULATE 24# & 32# 5-1/2" 6600 15.5# 750 SACKS-TO TIE BACK TO 8-5/8" CASING AFTER SETTING PRODUCTION CASING, PAY ZONE WILL BE PERFORATED AND 8-17-90 New Lac + API STIMULATED AS NECESSARY. SEE ATTACHED FOR: SUPPLEMENTAL DRILLING DATA BOP SKETCH SURFACE USE AND OPERATIONS PLAN

> APPROVAL SUBJECT TO GENERAL REQUIREMENTS AND SPECIAL STIPULATIONS ATTACHED

IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposed is to deepen or plug back, give data on present productive zone and proposed new productive zone. If proposal is to drill or deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout preventer program if any. 24 Agent SIGNED Brown Arthur R (This space for Federal or State office use) PERMIT NO. APPROVAL DATE AND A NOW W Orig. Signed by the ordan Alexa. THAT IS TO SHOULD ASK! APPROVED BY

JUL 20 10 36 AM "90 AREA ILL SABEA I

RECEIVED