

N. M. Oil & Gas

RECEIVED
OFFICE FOR NEW
MEXICO
(Other instructions on
reverse side)

BLM Roswell District
Modified Form No.

NM060-3160-2

Form 3160-3
(JULY 1989)
(formerly 9-331C)

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK

1a. TYPE OF WORK

DRILL ☒DEEPEN ☐PLUG BACK ☐

b. TYPE OF WELL

OIL

WELL ☒

GAS

WELL ☐OTHER ☐SINGLE
ZONEMULTIPLE
ZONE ☐

2. NAME OF OPERATOR

STRATA PRODUCTION COMPANY

505-622-1127

3. ADDRESS OF OPERATOR

P. O. Box 1030

Roswell, New Mexico 88202-1030

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.)

At surface

1460' FSL & 1585' FWL

At proposed prod. zone

2270' FSL & 251' FEL, Section 11-23S-29E

14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE*

9.5 miles east of Loving, New Mexico

15. DISTANCE FROM PROPOSED *
LOCATION TO NEAREST
PROPERTY OR LEASE LINE, FT.

(Also to nearest drlg. unit line, if any)

1000'

18. DISTANCE FROM PROPOSED LOCATION*
TO NEAREST WELL, DRILLING, COMPLETED
OR APPLIED FOR, ON THIS LEASE, FT.

650'

21. ELEVATIONS (Show whether DF, RT, GR, etc.)

2984' GR

23. 111-P POTASH

PROPOSED

SECRETARY'S POTASH

CARLSBAD

CONTROLLED WATER BASIN

HOLE SIZE	CASING SIZE	WEIGHT/FOOT	GRADE	THREAD TYPE	SETTING DEPTH	QUANTITY OF CEMENT
17 1/2"	13 3/8"	48#	H-40	8 RD STC	300'	On surface
11"	8 5/8"	24# & 32#	J-55	8 RD LTC	3110'	Circumference
7 7/8"	5 1/2"	17#	N-80	VAM	6860' TVD	Tie back to 300' into 8 5/8" casing

Strata Production Company proposes to drill to a depth sufficient to test the Delaware formation. If productive, 5 1/2" casing will be set. If non-productive, the well will be plugged and abandoned in a manner consistent with Federal Regulations. Specific programs as set out in Onshore Oil and Gas Order #1 are outlined in the following attachments:

**SUBJECT TO
LIKE APPROVAL
BY STATE FOR
UNORTHODOX
LOCATION**

NMOCD Form C-102 Well Location and Acreage Dedication Plat
Hole Prognosis
Surface Use and Operating Plan
Exhibit "A" Equipment Description
Exhibit "B" Planned Access Roads
Exhibit "C" One Mile Radius Map
Exhibit "D" Drilling Rig Layout Plan
Exhibit "E" Vertical Plan View
Exhibit "F" Horizontal Plan View
Notifications to Area Potash Leaseholders

**APPROVAL SUBJECT TO
GENERAL REQUIREMENTS AND
SPECIAL STIPULATIONS
ATTACHED**

Posted FD-1
NMAPI
4-17-98

IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal 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.

SIGNED

Carol Y. Garcia

TITLE

PRODUCTION RECORDS MANAGER

DATE

2/2/98

(This space for Federal or State office use)

PERMIT NO.

APPROVAL DATE

APPROVED BY

K. H. Chavez

TITLE

STATE Director

DATE

4-1-98

CONDITIONS OF APPROVAL, IF ANY:

*See Instructions On Reverse Side

F3160-3.WK3

District I
PO Box 1980, Hobbs, NM 88241-1980
District II
PO Drawer DD, Artesia, NM 88211-0719
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
PO Box 2088, Santa Fe, NM 87504-2088

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		Pool Code	Pool Name
		47545	Nash Draw Brushy Canyon
Property Code	Property Name		Well Number
010735	NASH DRAW		36
OGRIID No.	Operator Name		Elevation
021712	STRATA PRODUCTION COMPANY		2984.

¹⁰ Surface Location

UL or lot no.	Section	Township	Range	Lot Ida	Feet from the	North/South line	Feet from the	East/West line	County
K	12	23-S	29-E		1460	SOUTH	1585	WEST	EDDY

¹¹ Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Ida	Feet from the	North/South line	Feet from the	East/West line	County
I	11	23-S	29-E		2270	SOUTH	251	EAST	EDDY

¹² Dedicated Acres	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ Order No.
80.00	N	U	

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

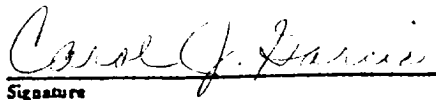
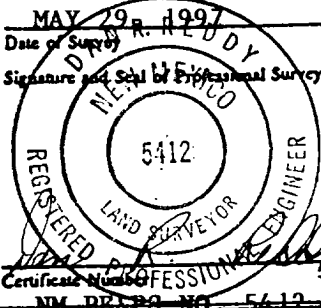
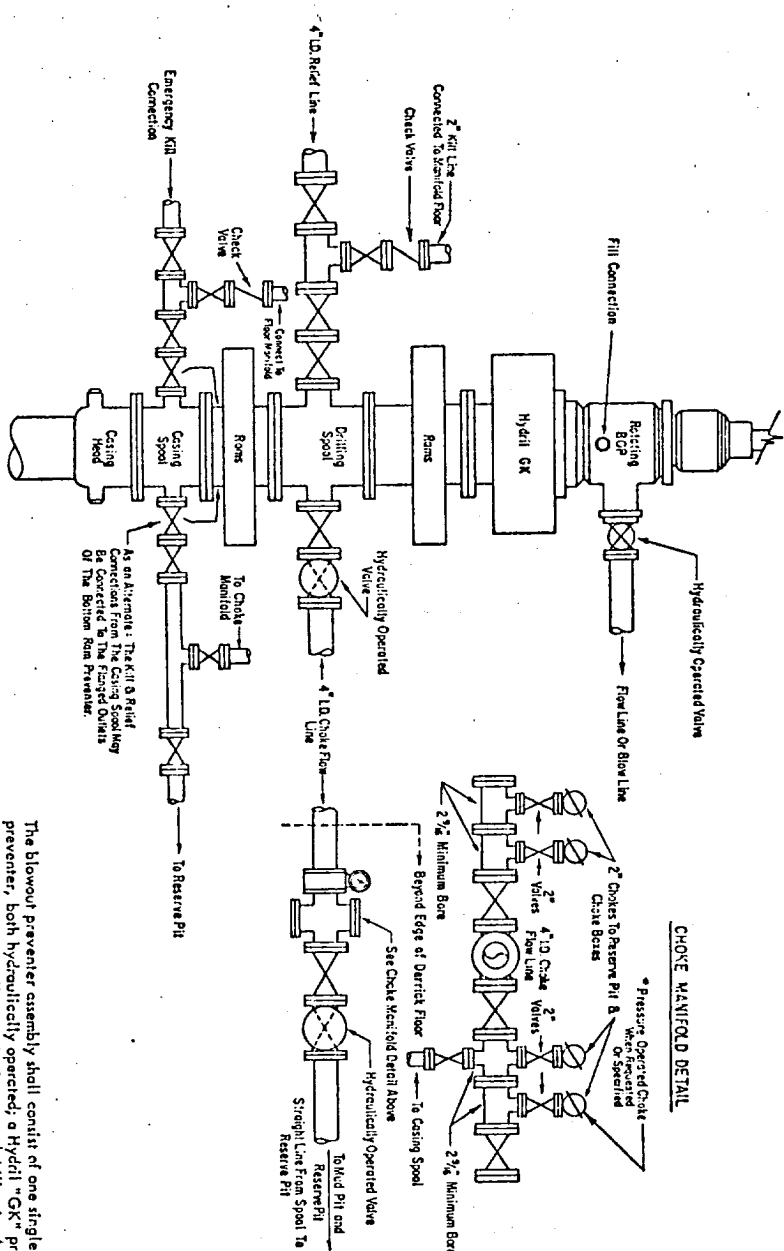
16		SEC. 11	SEC. 12	¹⁷ OPERATOR CERTIFICATION	
				I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief	
				 Signature Carol J. Garcia Printed Name Production Records Manager Title February 2, 1998 Date	
				¹⁸ SURVEYOR CERTIFICATION	
				I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.	
				MAY 29 1997 Date of Survey Signature and Seal of Professional Surveyor 	

Diagram details:
 - A grid with sections 11 and 12.
 - A vertical line labeled '2270' and 'SEC. 11' runs through section 11.
 - A horizontal line labeled '1585' runs through section 12.
 - A dashed line labeled '251' connects a point in section 11 to a point in section 12.
 - The point in section 11 is labeled 'BOTTOM HOLE LOCATION'.
 - The point in section 12 is labeled 'SURFACE LOCATION'.
 - A vertical line labeled '1460' runs through section 12.



CHOKE MANIFOLD DETAIL

3000 # PSI WORKING PRESSURE BLOWOUT PREVENTER HOOK-UP

The blowout preventer assembly shall consist of one single type blind ram preventer and one single type pipe ram preventer, both hydraulically operated; a Hydril "GK" preventer; a rotating blowout preventer; valves; chokes and connections, as illustrated. If a tapered drill string is used, a ram preventer must be provided for each size of drill pipe. Casing and tubing rams to fit the preventer are to be available as needed. If correct in size, the flanged outlets of the ram preventer may be used for connecting to the 4-inch I.D. choke flow line and 4-inch I.D. relief line, except when air or gas drilling. All preventer connections are to be open-face flanged.

Minimum operating equipment for the preventers and hydraulically operated valves shall be as follows: (1) Multiple pumps, driven by a continuous source of power, capable of fluid charging the total accumulator volume from the nitrogen precharge pressure to its rated pressure within _____ minutes. Also, the pumps are to be connected to the hydraulic operating system which is to be a closed system. (2) Accumulators with a precharge of nitrogen of not less than 750 PSI and connected so as to receive the aforementioned fluid charge. With the charging pumps shut down, the pressurized fluid volume stored in the accumulator must be sufficient to close all the pressure-operated devices simultaneously within _____ seconds after closure, the remaining accumulator pressure shall be not less than 1000 PSI with the remaining accumulator fluid volume at least _____ percent of the original. (3) When requested, an additional source of power, remote and equivalent, is to be available to operate the above pumps; or there shall be additional pumps operated by separate power and equal in performance capabilities.

The closing manifold and remote closing manifold shall have a separate control for each pressure-operated device. Controls are to be labeled, with control handles indicating open and closed positions. A pressure reducer and regulator must be provided for operating the Hydril preventer. When required, a second pressure reducer shall be available to limit operating fluid pressures to ram preventers. Gulf Legion No. 38 hydraulic oil, an equivalent or better, is to be used as the fluid to operate the hydraulic equipment.

The choke manifold, choke flow line, relief line, and choke lines are to be supported by metal stands and adequately anchored. The choke flow line, relief line, and choke lines shall be constructed as straight as possible and without sharp bends. Easy and safe access is to be maintained to the choke manifold. The choke flow line valves and relief line valves connected to the drilling spool and all ram type preventers must be equipped with stem extensions, universal joints if needed, and hand wheels which are to extend beyond the edge of the derrick substructure. All other valves are to be equipped with handles.

* To include derrick floor mounted controls.