| Forn: 31603                                                                                                      | Drawer DD<br>Artesia, N                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        | -<br>м <u>8325</u> цвміт імі.                           | LICATE                   | <ul> <li>Form approved.</li> </ul>                 | cly                                   |  |
|------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------|--------------------------|----------------------------------------------------|---------------------------------------|--|
| (November 1983)                                                                                                  | ED STATES                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                      | (Other instruc<br>reverse si                            |                          |                                                    | No. 1004-0136                         |  |
|                                                                                                                  | LAND MANAGEMEN                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |                                                         | ) <u>RT.</u> **          | 5. LEASE DESIGNATION                               | AND EBIAL NO                          |  |
| 111 4 0 1000                                                                                                     | O DRILL, DEEPI                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |                                                         |                          | NM-22634<br>6. IF INDIAN, ALLOTTE                  | D OB TRIBE NAME                       |  |
|                                                                                                                  | DEEPEN                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         | PLUG BAC                                                | к 🗆                      | 7. UNIT AGREEMENT                                  | AMB                                   |  |
|                                                                                                                  |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                | NGLE MULTIPI                                            |                          | S. FARM OR LEASE NA                                | M T                                   |  |
| 2. SAME OF OPERATOR                                                                                              |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |                                                         |                          | Mobil "22" Fe                                      | ederal                                |  |
| Challenger Energy, Inc.                                                                                          |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |                                                         |                          | #6                                                 |                                       |  |
| F.C. Box 1262, Artesia, NM &                                                                                     | v                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              | Brushy Draw                                             | DE WILDEAT               |                                                    |                                       |  |
| 2260' FSL & 2310' FWL o                                                                                          |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |                                                         | ×                        | 11. SFC., T., B., M., OR<br>AND SURVEY OR A        | BLE,<br>REA                           |  |
| At proposed prod. zone                                                                                           |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                | Sec.22, T-26-                                           | -S F. 20 F               |                                                    |                                       |  |
| TO TAPER IN MILLS AND DERLETION FROM DEAL                                                                        | EST TOWN OR POST OFFICE                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        | (NEĘSWĘ)                                                |                          | 12. COUNTY OR PARISE                               |                                       |  |
| 16 miles south/southeast of                                                                                      | COMPANY TO THE OWNER OF A DATA STATE OF A DATA | OF ACRES IN LEASE                                       | 17. 80. 6                | Eddy                                               | NM                                    |  |
| LOCALON TO NEAREST<br>PROPORTY OR LEASE LINE, FT.<br>(Also to hearest drig, unit line, if any)                   | 3301                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           | 480                                                     |                          | HIS WELL                                           |                                       |  |
| 15. LISTANCE FROM PROPOSED LOCATION*                                                                             |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                | OPOSED DEFTE                                            | -                        | RY OB CABLE TOOLS                                  |                                       |  |
| 41. D.SVATIONS (Show whether DF. ET, CR, etc.)                                                                   |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |                                                         | 1 100                    | 22. APPROX. DATE WO                                | DRK WILL START*                       |  |
| 23 789 <b>5.9 (IL</b>                                                                                            |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |                                                         |                          | ASAP                                               |                                       |  |
| E                                                                                                                | ROPOSED CASING AND                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             |                                                         | M                        |                                                    |                                       |  |
| 11" OC 12 <sup>1</sup><br>85/8"                                                                                  | <u>weight рек роот</u><br>23#                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                  | SETTING DEPTH<br>400 (top of Rus                        | tler)                    | QUANTITY OF CEME<br>Circulat                       | te to surface                         |  |
| <u>7/8"</u> <u>5j"</u>                                                                                           | 15.5#                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          | 6250' Su                                                |                          | <u>ifficient to fill to base</u>                   |                                       |  |
|                                                                                                                  |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |                                                         | to I                     | `salt.                                             |                                       |  |
| Actual 5½ production<br>logging operations and grades of casing<br>Producing zones will<br>Mud Program: F.W. G   | are evaluated.<br>may be substitu-<br>be perforated a                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          | Equivalent or a<br>uted at time cas<br>and stimulated a | ndequat                  | e weights 🔧 🅢                                      | 1 4 1985                              |  |
| BOP Program: 3000# 1                                                                                             |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |                                                         |                          |                                                    | S Play                                |  |
|                                                                                                                  | drilling below s                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               | -                                                       |                          |                                                    | E Carlo Carlo Carlo                   |  |
| <b>***</b> NOTE: See 9A under 1<br>additional Am                                                                 |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                | ace Use & Operat                                        | cions F                  | lan for an                                         | Post Ar 4 8                           |  |
| IN THE SPACE DESCRIBE PROPOSED PROCRAM: If proposal is to drill or deepen directions (revenue r program, 10 any. | proposal is to deepsn or p<br>lly, give pertinent data o                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       | lug back, give data on pr<br>n subsurface locations an  | esent prod<br>d measured | uctive zone and propes<br>ă and true vertical dept | ed new productive<br>hs. Give blowout |  |
| Mars Tuber                                                                                                       |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                | Sec/Treas.                                              |                          | DATE June                                          | 12, 1985                              |  |
| (Sms space for Federal or State office one)                                                                      |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |                                                         |                          |                                                    |                                       |  |
| PERMIT So.                                                                                                       | 1 Min                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          | ATPROVAL DATE                                           |                          |                                                    |                                       |  |
| 1 PROVED BY Amark How                                                                                            | ca pro la                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                      | e a<br>Manala Xa su col 1988                            |                          | DATE                                               | 1.85                                  |  |
| ( NUTIONS OF APPROVAL, BE ANY :                                                                                  | ÉÐ                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             |                                                         |                          |                                                    |                                       |  |

## \*See Instructions On Revene Side

Title 18 U.S.C. Section 1001, makes a a crime for any person knowingly and willfully to make to any department or agency of the United States any faise, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.



## .W MEXICO OIL CONSERVATION COMMI. JN WELL LOCATION AND ACREAGE DEDICATION PLAT

Form C-102 Supersedes C-128 Effective 1-1-65

| Operator<br>CH/                               | ALLENGER ENER                                                        | ······································                                 | Lease<br>MOBIL                                                | · · · · · · · · · · · · · · · · · · · |                                           | Well No.                                                                                                                                                              |
|-----------------------------------------------|----------------------------------------------------------------------|------------------------------------------------------------------------|---------------------------------------------------------------|---------------------------------------|-------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Init Letter                                   | Section                                                              | Township                                                               | Range                                                         | County                                |                                           |                                                                                                                                                                       |
| К                                             | 22                                                                   | 265                                                                    | 29E                                                           |                                       | EDDY                                      |                                                                                                                                                                       |
| ctual Footage Lo                              | ocation of Well;                                                     | ••••••••••••••••••••••••••••••••••••••                                 |                                                               |                                       |                                           |                                                                                                                                                                       |
| 2260                                          | feet from the<br>v. Producing F                                      | SOUTH line o                                                           | nd 2310                                                       | feet from the                         |                                           | line                                                                                                                                                                  |
| round Level Elev<br>2895.7                    | Delaw                                                                |                                                                        |                                                               | aw-Delaware                           |                                           | edicated Acreage:                                                                                                                                                     |
|                                               |                                                                      | ated to the subject                                                    |                                                               |                                       |                                           | 40 Acr                                                                                                                                                                |
| interest a<br>3. If more th                   | and royalty).<br>han one lease of                                    |                                                                        | is dedicated to the                                           |                                       |                                           | reof (both as to workir<br>Ill owners been consol                                                                                                                     |
| [] Yes<br>[f answer<br>this form<br>No allows | No If<br>r is "no," list the<br>if necessary.)<br>able will be assig | answer is "yes," typ<br>: owners and tract do<br>ned to the well until | e of consolidation<br>escriptions which<br>all interests have | have actually b<br>been consolid      | ated (by comm                             | ed. (Use reverse side o<br>unitization, unitization<br>pproved by the Commis                                                                                          |
|                                               |                                                                      |                                                                        |                                                               | ,                                     | 1                                         | CERTIFICATION                                                                                                                                                         |
|                                               |                                                                      |                                                                        | <br> <br> <br> <br>                                           |                                       | . toined herei                            | tify that the information cor<br>n is true and complete to th<br>mowledge and belief.                                                                                 |
|                                               | <br>                                                                 |                                                                        |                                                               |                                       | Craig Ha                                  | ung blaben                                                                                                                                                            |
|                                               | 1                                                                    |                                                                        |                                                               |                                       | Company<br>Challeng<br>Date               | er Energy, Inc.                                                                                                                                                       |
|                                               |                                                                      |                                                                        |                                                               |                                       | June 13,                                  |                                                                                                                                                                       |
|                                               |                                                                      | 5560-                                                                  |                                                               |                                       | shown on th<br>notes of ac<br>under my su | ertify that the well locatic<br>is plat was plotted from fie-<br>tual surveys made by me o<br>pervision, and that the sam<br>' correct to the best of m<br>nd belief. |
|                                               |                                                                      |                                                                        |                                                               |                                       |                                           | 2/85<br>Difessional Engineer                                                                                                                                          |
|                                               | ·90 1320 1650 11                                                     | 231C 2640 2                                                            |                                                               | 0 <b>5</b> 00                         | Certificate No                            | JOHN W. WEST, 61<br>RONALD J. EIDSON, 32                                                                                                                              |



CHALLENGER ENERGY, INC. Mobil "22" Federal #6 2310' FSL and 2310' FWL Sec. 22, T-26S, R-29E Eddy County, New Mexico

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In Conjunction with Form 3160-3, Application for Permit to Drill subject well, Challenger Energy, Inc. submits the following ten items of pertinent information in accordance with BLM requirements.

- 1. The geologic surface formation is sandy alluvium.
- 2. The estimated tops of geologic markers are as follows:

| Rustler Anhydrite | 350'  |
|-------------------|-------|
| Base Salt         | 2750' |
| Delaware Sand     | 2960' |
| Cherry Canyon     | 3860' |
| Brushy Canyon     | 54601 |
|                   |       |

3. The estimated depths at which anticipated water, oil or gas formations are expected to be encountered:

011: 5000'

- 4. Proposed Casing Program: See Form 3160-3
- 5. Pressure Control Equipment: See Form 3160-3 and Exhibit B
- 6. Mud Program: See Form 3160-3
- 7. Auxiliary Equipment: Sub with full-opening valve on floor, drill pipe connection.
- 8. Testing, Logging and Coring Program:

Samples: 2700' to TD. DST's: As Warranted. Coring: None. Logging: CND TD to 2900', DLL TD to 2900', and Gamma Ray TD to Surface.

- 9. No abnormal pressures or temperatures are anticipated.
- Anticipated Starting date: As soon as possible after approval. (Prior to August 8, 1985)



