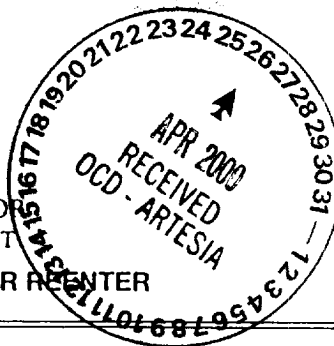


UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL OR REENTER



FORM APPROVED
OMB No. 1004-0136
Expires November 30, 2000

5. Lease Serial No.

LC-056302 (B)

6. If Indian, Allottee or Tribe Name

7. If Unit or CA Agreement, Name and No.

NORTH SQUARE LAKE UNIT 25594

8. Lease Name and Well No.

NORTH SQUARE LAKE UNIT 177

9. API Well No.

30-015-31119

10. Field and Pool, or Exploratory
SQUARE LAKE GB-SA

11. Sec., T., R., M., or Blk. and Survey or Area

Sec. 33, T16S, R31E

12. County or Parish.

EDDY

13. State

NM

1a. Type of Work: ☒ DRILL ☐ REENTER

1b. Type of Well: ☒ Oil Well ☐ Gas Well ☐ Other ☒ Single Zone ☐ Multiple Zone

2. Name of Operator

GP II ENERGY, INC.

8359

3a. Address P O BOX 50682
MIDLAND TX 79710

3b. Phone No. (include area code)
915/685.0878

4. Location of Well (Report location clearly and in accordance with any State requirements)

At surface 10' FNL & 10' FEL Unit A

At proposed prod. zone Same UNIT A THODEY LOCATION

**SUBJECT TO
LIKE APPROVAL
BY STATE**

14. Distance in miles and direction from nearest town or post office*
7.25 miles NE of Loco Hills

15. Distance from proposed*
location to nearest
property or lease line, ft.
(Also to nearest drig. unit line, if any)
10'

16. No. of Acres in lease
400 (Unit 6125)

17. Spacing Unit dedicated to this well
40 ACRES

18. Distance from proposed location*
to nearest well, drilling, completed,
applied for, on this lease, ft.
900'

19. Proposed Depth
3800'

20. BLM/BIA Bond No. on file
B03128

21. Elevations (Show whether DF, KDB, RT, GL, etc.)
4012' GR

22. Approximate date work will start*
MAY 1, 2000

23. Estimated duration
DRILL & COMP 30 DAYS

24. Attachments **ROSWELL CONTROLLED WATER BASIN**

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No.1, shall be attached to this form:

1. Well plat certified by a registered surveyor.
2. A Drilling Plan.
3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office).

4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).
5. Operator certification.
6. Such other site specific information and/or plans as may be required by the authorized officer.

25. Signature *M. A. Sirgo III*

Name (Printed/Typed)

M. A. SIRGO, III

Date

3-22-00

Title

AGENT

Approved by (Signature)

Name (Printed/Typed)

/S/ANN D. BELL

Date

APR 3 5 2000

Title

Assistant Field Manager,
Lands And Minerals

Office

ROSWELL FIELD OFFICE

APPROVED FOR 1 YEAR

Application approval does not warrant or certify the the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Conditions of approval, if any, are attached.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

*(Instructions on reverse)

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

ATTACH ED

RECEIVED
MAR 30 11:28
NOSWELL OFFICE

RECEIVED
2000 MAR 30 A 11:28
NOSWELL OFFICE

RECEIVED
MAR 30 11:28
NOSWELL OFFICE