District I PO Box 1980, Hobbs, NM 88241-1980 District II 811 South First, Artesia, NM 88210

State of New Mexico Energy, Minerals & Natural Resources Department

Form C-104 Revised October 18, 1994 Instructions on back ice ies

RT

| District III<br>1000 Rio Brazo | ns Rd Azd          | ter NM \$741/                      |                                    |                                       | O Sout     | th Pach  | eco /   | Sub                           | mit to Ap              | ppropri             | iate District Off<br>5 Cor |
|--------------------------------|--------------------|------------------------------------|------------------------------------|---------------------------------------|------------|--|---|-------------------------------|------------------------|---------------------|----------------------------|
| District IV                    |                    |                                    |                                    | Sant                                  | ta Fe,     | NM 87  | 505   |                               | _                      | 7 AMI               | •                          |
| 2040 South Pac<br>I.           | checo, Sant        | ta Fe, NM 875<br>REQUES            | 505<br>ST FOR A                    | ALLOWAE                               | BLE A      | ND AU  | (<br>THORIZAT                                   | ጣለህ ፕረነ ፕ                     | ם<br>וסות גיםי         |                     | ENDED REPO                 |
|                                |                    |                                    | Operator r                         | name and Address                      |            | 110 110  | THOME I   |                               |                        | D Numb              |                            |
| Lomak                          | Produc             | ction Co                           | ompany                             |                                       |            | 15406  |   |                               |                        |                     |                            |
| 500 Th                         | rockmo             | orton St                           | t., Suite                          | e 2104                                |            |  |   |                               | Reason for Filing Code |                     |                            |
|                                | orth,              | TX 761                             | 102<br>T                           |                                       |            | Pool Name  |   |                               | - 7/1/96               |                     |                            |
| 30 - 045-                      |                    |                                    | Lybrool                            | k Gallup                              |            | FOO RELE   | <b>;</b>  |                               |                        | 4.1                 | Pool Code                  |
| ' Property Code                |                    |                                    |                                    |                                       |            | Property Na  | me  |                               | +4                     |                     | 'ell Number                |
| II. 10 S                       |                    | Yeastio                            |                                    | Blanco Fed                            | lera1      | 26   |   |                               |                        | 3                   |                            |
| Ul or lot no.                  | Surrace<br>Section | Location                           |                                    | Lot.Idn                               | Feet from  | m the  | North/South Line                                | I D. A C. AL                  | - 21                   |                     |                            |
| D                              | 26                 | 24N                                | 8W                                 |                                       |            | II LIIC  |   |                               | East/West line         |                     | County                     |
|                                |                    | Hole Lo                            |                                    |                                       |            |  | North   | 1110                          | Wes                    | it                  | San Juan                   |
| UL or lot no.                  |                    |                                    |                                    |                                       |            | m the  | North/South line                                | Feet from the                 | East/West line         |                     | County                     |
| // Lse Code                    | 13 Produc          | cing Method (                      | Code H Gar                         | Connection Date                       | l "C       | C-129 Permi  | Number  | L O 100 PM all                |                        |                     |                            |
| NM12233                        |                    |                                    |                                    |                                       |            | ,-167 k thans  | Number  | <sup>14</sup> C-129 Effective | Date                   | " C-1               | 29 Expiration Date         |
| III. Oil ar                    | nd Gas             |                                    |                                    |                                       |            | <del></del>  |   |                               |                        |                     |                            |
| Transport                      | ter                | 1                                  | " Transporter<br>and Addre         |                                       | $\Box$     | " POD  | 21 O/G  |                               | 2 POD UL               | STR Loc             | ation                      |
| 009018                         | Gi                 | ant Ref                            | ining Co                           |                                       | 1          |  |   | <del> </del>                  | and De                 | escription          | <u> </u>                   |
|                                | 57                 | 64 US H                            | wy. 65<br>n, NM 8                  |                                       |            |  | 0   |                               |                        |                     |                            |
|                                | - 1                |                                    |                                    |                                       |            |  |   |                               |                        |                     |                            |
|                                | 50                 | 0 Throcl                           | duction<br>kmorton,                | Ste. 2104                             | 4          |  | G   |                               |                        |                     | •                          |
|                                | Fo                 | rt Worth                           | h. TX 7                            | 6102                                  |            | A STATE OF THE STA |   |                               |                        |                     |                            |
|                                |                    |                                    |                                    |                                       |            |  |   |                               |                        |                     | <del></del>                |
|                                |                    |                                    |                                    |                                       |            |  |   |                               |                        |                     |                            |
|                                | **********         |                                    |                                    |                                       |            |  | -   |                               |                        |                     |                            |
|                                |                    |                                    |                                    |                                       |            |  |   |                               | •                      |                     |                            |
| V. Produ                       | ced Wa             | ater                               |                                    |                                       |            |  | er andre en |                               | <del></del>            |                     | <del></del>                |
| r                              | OD                 |                                    |                                    |                                       | ×          | POD ULS  | TR Location and D                               | escription                    |                        |                     |                            |
| V. Well C                      | omplet             | tion Data                          | <u> </u>                           | · · · · · · · · · · · · · · · · · · · |            |  |   |                               |                        |                     |                            |
| 3 Spud                         |                    |                                    | Ready Date                         | 1                                     | " TD       | <del></del>  | * PBTD  | 39 Perfora                    | <del> </del>           | -                   |                            |
|                                |                    |                                    |                                    |                                       |            |  | 4 Ar 2 pr                                       | " [ Gloss                     | lions                  | ~                   | DHC, DC,MC                 |
| 31                             | Hole Size          |                                    | " C                                | Casing & Tubing S                     | Size       | <u> </u>   | 33 Depth Set                                    |                               |                        | <sup>34</sup> Sucks | Cement                     |
| -                              |                    |                                    | <u> </u>                           | <del></del>                           |            |  |   |                               | 1.                     |                     | Canan                      |
|                                | <del></del>        |                                    | <u> </u>                           | <del></del>                           |            |  |   |                               | <u> </u>               |                     |                            |
|                                | <del></del>        |                                    | <del> </del>                       |                                       |            |  |   |                               |                        |                     |                            |
| I. Well T                      | Cart Do            | - A -                              |                                    |                                       |            |  |   |                               |                        |                     |                            |
| 1. Well 1                      |                    |                                    | elivery Date                       | <sup>37</sup> Test I                  | D-4.       | <del></del>  |   |                               |                        |                     |                            |
|                                |                    |                                    | curery bear                        | I Co                                  | Jate       | _  | Test Length                                     | " Tbg. Pre                    | SSure                  | •                   | Csg. Pressure              |
| " Choke S                      | Size               | ः                                  | Uıl                                | Wat                                   | er         | -  | " Gas   | 4 AOI                         |                        | 4                   |                            |
|                                |                    | <u> </u>                           |                                    |                                       |            |  | <u> </u>  |                               | ′  <br>                |                     | Test Method                |
| LIGHT THE THE T                | miormation         | les of the Oil C<br>given above is | Conservation Di<br>s true and comp | ivision have been co                  | omplied    |  | OIL CON   |                               |                        |                     |                            |
| nowledge and be                | lief.              | 1 4                                | 1.                                 | There we will be                      | j          |  |   | SERVATIO                      |                        |                     | N                          |
| rinted name:                   | _ll                | W Zh                               | ·L                                 | ノ<br>                                 |            | Approved by:   |   |                               |                        |                     |                            |
| itle:                          | Paula              | Hale                               |                                    |                                       |            | Approved by:  7.  Title: SUPERVISOR DISTRICT #3  |   |                               |                        |                     |                            |
|                                | )perat             | ions Ana                           |                                    |                                       | - 11       | Approval Date:   |   |                               |                        |                     |                            |
| Date:                          | 290                | <u></u>                            |                                    | 17/870-260                            |            | AUG 1 2 1996   |   |                               |                        |                     |                            |
| " If this is a cha             | nge of oper        | rator fill in th                   | e OGRID nun                        | nber and name of                      | the previo | ous operator   | BANNON E  | NERGY INC                     | יא פרטפטי              | A CALL              |                            |
|                                | Pevions O          | perator Signa                      | ture                               | <del></del>                           |            | Printed N  |   | MERGI INC.                    | Title                  | TED                 |                            |

R.D. Johnson

Chief Executive Officer 6/17/96