

District I - (505) 382-5161  
 1625 N. Front St  
 Hobbs, NM 88241-1980  
 District II - (505) 748-1283  
 811 S. First  
 Artesia, NM 88210  
 District III - (505) 334-6178  
 1000 Rio Brazos Road  
 Aztec, NM 87410  
 District IV - (505) 827-7131

New Mexico  
 Energy Minerals and Natural Resources Department  
 Oil Conservation Division  
 2040 South Pacheco Street  
 Santa Fe, New Mexico 87505  
 (505) 827-7131

1280 Form C-142  
 Date 06/99

SUBMIT ORIGINAL  
 PLUS 2 COPIES  
 TO THE SANTA FE  
 OFFICE

SEP 30 1999

APPLICATION FOR NEW WELL STATUS

I. Operator and Well

Operator name & address Nearburg Producing Company 3300 North "A" Street, Bldg 2, Suite 120 Midland, TX 79705							OGRID Number 015742		
Contact Party Kim Stewart							Phone 915/686-8235		
Property Name Sand Dunes 36 State Com					Well Number 1		API Number 30-015-30643		
UT E	Section 36	Township 18S	Range 29E	Feet From The 1650	North/South Line North	Feet From The 660	East/West Line West	County Eddy	

II. Date/Time Information

Spud Date 6/23/99	Spud Time 2415 hrs	Date Completed 8/16/99	Pool Turkey Track; Morrow, North
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III. Attach copies of Form C-103 or Federal Form 3160-5 showing date/time of drilling commenced and Form C-105 or Federal Form 3160-4 showing well was completed as a producer.

IV. Attach a list of all working interest owners with their percentage interests.

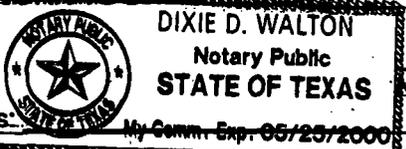
V. AFFIDAVIT:

State of Texas )  
 )  
 County of Midland )  
 )  
 ss.  
Kim Stewart being first duly sworn, upon oath states:

1. I am the Operator, or authorized representative of the Operator, of the above-referenced well.  
 2. To the best of my knowledge, this application is complete and correct.

Signature Kim Stewart Title Regulatory Analyst Date 9/29/99

SUBSCRIBED AND SWORN TO before me this 28<sup>th</sup> day of September, 1999.

 Dixie D. Walton  
 Notary Public

My Commission expires 05/20/2000

FOR OIL CONSERVATION DIVISION USE ONLY:

VI. CERTIFICATION OF APPROVAL:

This Application is hereby approved and the above-referenced well is designated a New Well. By copy hereof, the Division notifies the Secretary of the Taxation and Revenue Department of this Approval.

Signature <u>Mark Bahby</u>	Title <u>P.E. Spec.</u>	Date <u>OCT 1 1999</u>
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VII. DATE OF NOTIFICATION TO THE SECRETARY OF THE TAXATION AND REVENUE DEPARTMENT: OCT 4 1999

NOTICE: The operator must notify all working interest owners of this New Well certification.

PVZVA006931336

DISTRICT I P.O. Box 1980, Hobbs, NM 88240

OIL CONSERVATION DIVISION

2040 Pacheco St. Santa Fe, NM 87505

DISTRICT II P.O. Drawer DD, Artesia, NM 88210

DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410

WELL API NO. 30 015 30643
Indicate Type of Lease STATE [X] FEE [ ]
State Oil & Gas Lease No.

SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)

Lease Name or Unit Agreement Name Sand Dunes 36 State Com

Type of Well: OIL WELL [ ] GAS WELL [X] OTHER [ ]

Well No. 1

Name of Operator Nearburg Producing Company

Pool name or Wildcat Turkey Track; Morrow; North

Address of Operator 3300 North "A" Street, Building 2, Suite 120, Midland, TX 79705 (915) 686-8235

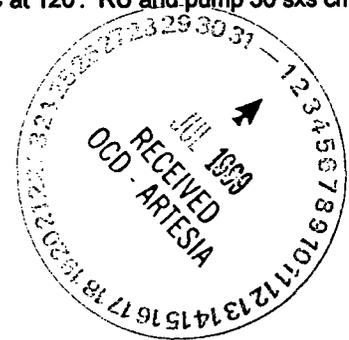
Well Location Unit Letter E : 1650 Feet From The North Line and 660 Feet From The West Line Section 36 Township 18S Range 29E NMPM Eddy County

Elevation (Show whether DF, RKB, RT, GR, etc.) 3,444' GR

Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data
NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK [ ] PLUG AND ABANDON [ ] TEMPORARILY ABANDON [ ] CHANGE PLANS [ ] PULL OR ALTER CASING [ ] OTHER: [ ]
SUBSEQUENT REPORT OF: REMEDIAL WORK [ ] ALTERING CASING [ ] COMMENCE DRILLING OPNS. [ ] PLUG AND ANBANDONMENT [ ] CASING TEST AND CEMENT JOB [ ] OTHER: Surface Casing and Cement [X]

Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work) SEE RULE 1103.

Spud well on 06/23/99 at 2415 hrs. Drilled to 350'. C&C hole. RU and run 8 jts 13-3/8", 48#, H40, STC casing to 350'. Cement casing using 400 sxs cement plus additives. No returns during cmt job. WOC. RU and run 1" pipe. Tag TOC at 120'. RU and pump 50 sxs cmt. Tag @ 88' with 1". Cut off wellhead and weld on wellhead. NU BOPE and test.



I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Kim Stewart TITLE Regulatory Analyst DATE 06-29-99

TYPE OR PRINT NAME Kim Stewart TELEPHONE NO. (915)686-8235

(This space for State Use)

APPROVED BY [Signature] TITLE District Supervisor DATE 7-1-99

CONDITIONS OF APPROVAL, IF ANY:

DISTRICT I  
P.O. Box 1980, Hobbs, NM 88240

# OIL CONSERVATION DIVISION

2040 Pacheco St.  
Santa Fe, NM 87505

DISTRICT II  
P.O. Drawer DD, Artesia, NM 88210

DISTRICT III  
1000 Rio Brazos Rd., Aztec, NM 87410

WELL API NO. 30 015 30643
Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
State Oil & Gas Lease No.
Lease Name or Unit Agreement Name Sand Dunes 36 State Com
Well No. 1
Pool name or Wildcat Turkey Track; Morrow, North
Elevation (Show whether DF, RKB, RT, GR, etc.) 3,444' GR

**SUNDRY NOTICES AND REPORTS ON WELLS**  
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)

Type of Well:  
 OIL WELL  GAS WELL  OTHER

Name of Operator  
Nearburg Producing Company

Address of Operator  
3300 North "A" Street, Building 2, Suite 120, Midland, TX 79705 (915) 686-8235

Well Location  
 Unit Letter E : 1650 Feet From The North Line and 660 Feet From The West Line  
 Section 36 Township 18S Range 29E NMPM Eddy County

Elevation (Show whether DF, RKB, RT, GR, etc.)  
3,444' GR

11

Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data

### NOTICE OF INTENTION TO:

### SUBSEQUENT REPORT OF:

PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	PLUG AND ANBANDONMENT <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>		CASING TEST AND CEMENT JOB <input type="checkbox"/>	
OTHER: _____ <input type="checkbox"/>		OTHER: Intermediate Casing and Cement <input checked="" type="checkbox"/>	

Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work) SEE RULE 1103.

Drilled to 3,206'. C&C hole. RU and run 77 jts 8-5/8", 24# & 32#, J55, STC casing to 3,206'. Cement casing using 900 sxs cement plus additives. Circ 150 sxs cmt to surface. WOC. ND BOPE. Cut off wellhead and weld on wellhead. NU BOPE and test.



I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Kim Stewart TITLE Regulatory Analyst DATE 06-29-99

TYPE OR PRINT NAME Kim Stewart TELEPHONE NO. (915)686-8235

APPROVED BY Jim W. Lewis TITLE District Supervisor DATE 7-1-99

CONDITIONS OF APPROVAL, IF ANY:

# OIL CONSERVATION DIVISION

2040 Pacheco St.  
Santa Fe, NM 87505

**DISTRICT I**  
P.O. Box 1980, Hobbs, NM 88240

**DISTRICT II**  
P.O. Drawer DD, Artesia, NM 88210

**DISTRICT III**  
1000 Rio Brazos Rd., Aztec, NM 87410

WELL API NO. 30 015 30643
Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
State Oil & Gas Lease No.

**SUNDRY NOTICES AND REPORTS ON WELLS**  
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)

Type of Well: OIL WELL <input type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> OTHER
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Lease Name or Unit Agreement Name Sand Dunes 36 State Com
--

Name of Operator Nearburg Producing Company
--

Well No. 1
---------------

Address of Operator 3300 North "A" Street, Building 2, Suite 120, Midland, TX 79705 (915) 686-8235
---

Pool name or Wildcat Turkey Track; Morrow, North
---

Well Location Unit Letter <u>E</u> : <u>1650</u> Feet From The <u>North</u> Line and <u>660</u> Feet From The <u>West</u> Line Section <u>36</u> Township <u>18S</u> Range <u>29E</u> NMPM <u>Eddy</u> County
---

Elevation (Show whether DF, RKB, RT, GR, etc.) 3,444' GR
---

11 Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data

<b>NOTICE OF INTENTION TO:</b>		<b>SUBSEQUENT REPORT OF:</b>	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	PLUG AND ANBANDONMENT <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>		CASING TEST AND CEMENT JOB <input type="checkbox"/>	
OTHER: _____ <input type="checkbox"/>		OTHER: Production Casing and Cement <input checked="" type="checkbox"/>	

Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work) SEE RULE 1103.

Drilled to 11,835'. C&C hole. RU and run 292 jts 5-1/2", 17# & 20#, N80, LTC casing to 11,835'. Cement casing using 750 sxs cement plus additives. ND BOPE. Cut off casing and set slips. Ran Temp Survey, TOC @8,130'. Release rig @3:00AM 7/30/99.



I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Kim Stewart TITLE Regulatory Analyst DATE 08-03-99

TYPE OR PRINT NAME Kim Stewart TELEPHONE NO. (915)686-8235

(This space for State Use)  
APPROVED BY Jim W. [Signature] TITLE District Supervisor DATE 8-6-99

CONDITIONS OF APPROVAL, IF ANY:



# INSTRUCTIONS

This form is to be filed with the appropriate District Office of the Division not later than 20 days after the completion of any newly-drilled or deepened well. It shall be accompanied by one copy of all electrical and radio-activity logs run on the well and a summary of all specific tests conducted, including drill stem tests. All depths reported shall be measured depths. In the case of directionally drilled wells, true vertical depths shall also be reported. For multiple completions, Items 25 through 29 shall be reported for each zone. The form is to be filed in quintuplicate except on state land, where six copies are required. See Rule 1105.

**INDICATE FORMATION TOPS IN CONFORMANCE WITH GEOGRAPHICAL SECTION OF STATE**

## Southeastern New Mexico

## Northwestern New Mexico

T. Anhy _____ 350.0	T. Canyon _____ 10125.0	T. Ojo Alamo _____	T. Penn. "B" _____
T. Salt _____	T. Strawn _____ 10380.0	T. Kirtland-Fruitland _____	T. Penn. "C" _____
B. Salt _____	T. Atoka _____ 10712.0	T. Pictured Cliffs _____	T. Penn. "D" _____
T. Yates _____ 1440.0	T. Miss _____	T. Cliff House _____	T. Leadville _____
T. 7 Rivers _____	T. Devonian _____	T. Menefee _____	T. Madison _____
T. Queen _____ 2265.0	T. Silurian _____	T. Point Lookout _____	T. Elbert _____
T. Grayburg _____	T. Montoya _____	T. Mancos _____	T. McCracken _____
T. San Andres _____	T. Simpson _____	T. Gallup _____	T. Ignacio Otzte _____
T. Glorieta _____	T. McKee _____	Base Greenhorn _____	T. Granite _____
T. Paddock _____	T. Ellenburger _____	T. Dakota _____	T. _____
T. Blinbry _____	T. Gr. Wash _____	T. Morrison _____	T. _____
T. Tubb _____	T. Delaware Sand _____	T. Todilto _____	T. _____
T. Drinkard _____	T. Bone Springs _____ 4054.0	T. Entrada _____	T. _____
T. Abo _____	T. T/Morrow _____ 10867.0	T. Wingate _____	T. _____
T. Wolfcamp _____ 9063.0	T. _____	T. Chinle _____	T. _____
T. Penn _____	T. _____	T. Permian _____	T. _____
T. Cisco (Bough C) _____	T. _____	T. Penn. "A" _____	T. _____

### OIL OR GAS SANDS OR ZONES

No. 1, from 9190 ..... to 9390 .....      No. 3, from ..... to .....

No. 2, from 11250 ..... to 11500 .....      No. 4, from ..... to .....

### IMPORTANT WATER SANDS

Include data on rate of water inflow and elevation to which water rose in hole.

No. 1, from ..... to ..... feet .....

No. 2, from ..... to ..... feet .....

No. 3, from ..... to ..... feet .....

### LITHOLOGY RECORD (Attach additional sheet if necessary)

From	To	Thickness in Feet	Lithology	From	To	Thickness in Feet	Lithology
350.0	1440.0		anhydrite				
1440.0	4045.0		dolomite, sand, anhy				
4045.0	7035.0		limestone				
7035.0	9063.0		sand, limestone				
9063.0	10190.0		limestone, shale				
10190.0	10380.0		shale				
10380.0	10600.0		limestone				
10600.0	10867.0		shale, sand				
10867.0	11112.0		limestone				
11112.0	11837.0		sand, shale				

PROPERTY OWNERSHIP REPORT  
 SAND DUNES 36 ST COM #1  
 D.I.V.I.S.I.O.N O.F. I.N.T.E.R.E.S.T

OWNER NAME	D.O. NUMBER OF OPERATOR PA'S WPT?		REVENUE IN DOR IPT	SEV TAX EXMPT EFFECTIVE DEC	WPT RATE EFFECTIVE DEC
	OWNER TYPE	WORKING INT JIB INT			
DANE A. DAVIS 673 HILLWOOD LANE DALLAS, TX 75248	OUTSIDE WORKING	.000314770		N	
DEVON ENERGY CORPORATION (NEVADA) ATTN: OBO ACCOUNTS PAYABLE 20 NORTH BROADWAY, STE 1500 OKLAHOMA CITY, OK 73102-8260	OUTSIDE WORKING	.086820500		N	
DIAMOND HEAD PROPERTIES, L.P. P.O. BOX 2127 MIDLAND, TX 79702	OUTSIDE WORKING	.02376300		N	
MC LYBROCK CORPORATION 4735 BAYBROOK DRIVE MIDLAND, TX 79707	OUTSIDE WORKING	.00325800		N	
DEAN A. HORNING 4231 WESTMINSTER MIDLAND, TX 79707	OUTSIDE WORKING	.000104920		N	
KASTMAN OIL COMPANY P.O. BOX 5930 Lubbock, TX 79417	OUTSIDE WORKING	.003264700		N	
THOMAS R. MACDONALD 25 GRAHAM LANE LUCAS, TX 75002	OUTSIDE WORKING	.000104920		N	
MARBOB ENERGY CORPORATION P.O. BOX 227 ARTESIA, NN 88211	OUTSIDE WORKING	.251217800		N	
MARBURG EXPLORATION CO, L.L.C. P.O. BOX 823085 DALLAS, TX 75382-3085	OUTSIDE WORKING	.12579370 4		N	
ROBERT G. SHELTON 3100 NORTH "A" STREET BUILDING 2, SUITE 120 MIDLAND, TX 79705	OUTSIDE WORKING	.000104920		N	
SUN OPERATING INC. 5719 AIRPORT FREEWAY FORT WORTH, TX 76117	OUTSIDE WORKING	.496264400		N	

PROPERTY OWNERSHIP REPORT

SAND DUNES 36 ST COM #1

D.I.V.I.S.I.O.N D.F. I.N.T.E.R.E.S.1

D.O.NUMBER 0  
OPERATOR PAYS WPT?

OWNER	WORKING INT	REVENUE INT	SEV TAX EXMPT	WPT RATE
TYPE	J18 ICT	DOR ICT	EFFECTIVE DEC	EFFECTIVE DEC
FARA-JON CORP. 5005 MEADOWVIEW LANE MIDLAND, TX 79707	OUTSIDE WORKING	.003805800		N
MARC D WILSON 5507 GREEN TREE BLVD MIDLAND, TX 79707	OUTSIDE WORKING	.003805800		N
* DIVISION ORDER TOTAL *		1.000000000		

\*\* END OF REPORT \*\*