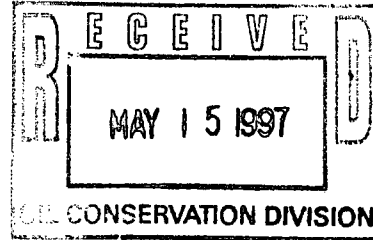


NSL 6/4/97

DERREL C. MELTON

3905 MARTINGALE DRIVE
PLANO, TEXAS 75023
PHONE (972) 758-1073
FAX (972) 758-1934



May 8, 1997

Mr. William J. LeMay, Director
New Mexico Oil Conservation Commission
Oil and Gas Division
2040 South Pachio
Sante Fe, New Mexico 87505

Re: J&G - #1 Resistol
Re-entry of Amara -
#1 Caprock State "B"
W/2 Section 3 T13S-R32E
Lea County, New Mexico

Dear Mr. LeMay,

The undersigned respectfully request that the New Mexico Conservation Commission grant J&G Enterprise Ltd., Co. administrative approval for the location (unorthodox) for the attached NMOCD Form C-101 and C-102.

Copies of the wavier letters to the offset owners are attached for your files.

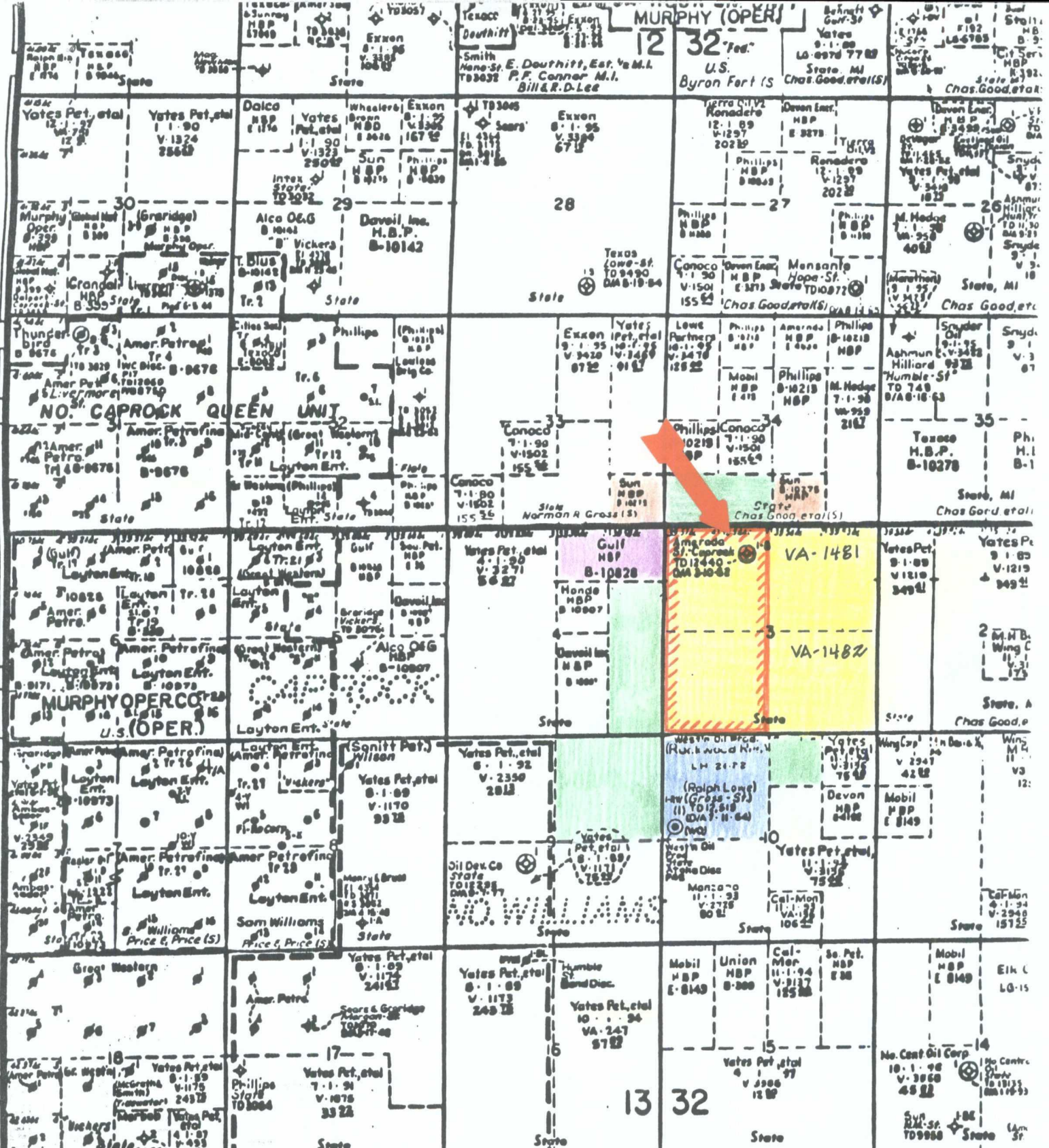
Your earliest consideration to this request will be greatly appreciated.

Sincerely,

A handwritten signature in cursive script that reads "Derrel C. Melton".

Derrel C. Melton

cc: Mr. Jerry Sexton
Hobbs, New Mexico



STATE - UNLEASED
 WESTERN OIL PRODUCERS
 J & G ENTERPRISE
 ORYX ENERGY
 CHEVRON USA
 PROPOSED DEDICATED UNIT

ET (OPER.)
 DROVER SIT. UNIT.
 Yates Pet., et al
 Mobil HBP
 Union HBP
 Cal-Mon
 No. Cent. Oil Corp.
 Sun
 Chas. Good, et al
 Floss Inc.
 P. H. DeWitt

DERREL C. MELTON

3905 MARTINGALE DRIVE
PLANO, TEXAS 75023
PHONE (972) 758-1073
FAX (972) 758-1934

May 8, 1997

Mr. Ken Reynolds
Western Oil Producers, Inc.
P. O. Box 1498
Roswell, New Mexico 88201

Re: J & G - #1 Resistol Re-entry
Formerly Amara^eda -
#1 Caprock State "B"
Section 3-T13S-R32E
Lea County, New Mexico

Dear Mr. Reynolds,

Attached for your consideration and review is a copy of my letter to the New Mexico Oil Conservation Commission requesting administrative approval of Form C-101 and C-102 with respect to the above captioned well.

Should you have any questions, please do not hesitate to contact the undersigned at (972) 758-1073.

J & G Enterprise Ltd., Co.



Derrel C. Melton, Agent

Is your RETURN ADDRESS completed on the reverse side?

SENDER:

- Complete items 1 and/or 2 for additional services.
- Complete items 3, and 4a & b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- ☐ Addressee's Address
- ☐ Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

KEN REYNOLDS
WESTERN OIL PRODUCERS
P.O. BOX 1498
ROSWELE, NEW MEXICO

4a. Article Number

P 771 561 301

4b. Service Type

- | | |
|---|---|
| ☐ Registered | ☐ Insured |
| ☒ Certified | ☐ COD |
| ☐ Express Mail | ☐ Return Receipt for Merchandise |

7. Date of Delivery

5. Signature (Addressee)

88201

6. Signature (Agent)

8. Addressee's Address (Only if requested and fee is paid)

PS Form 3811, December 1991

★U.S. GPO: 1993-352-714

DOMESTIC RETURN RECEIPT

Thank you for using Return Receipt Service.

P 771 561 301

Certified Mail Receipt

No Insurance Coverage Provided
Do not use for International Mail
(See Reverse) *NEP*



Sent to	<i>WOP (RESISTOL)</i>	
Street & No.		
P.O. State & ZIP Code	<i>ROSWELE NM</i>	
Postage		\$
Certified Fee		
Special Delivery Fee		
Restricted Delivery Fee		
Return Receipt Showing to Whom & Date Delivered		
Return Receipt Showing to Whom, Date, & Address of Delivery		
TOTAL Postage & Fees		\$
Postmark or Date		

PS Form 3800, June 1990

Fold at line over top of envelope to the right of the return address.

CERTIFIED

P 771 561 301

MAIL

DERREL C. MELTON

3905 MARTINGALE DRIVE
PLANO, TEXAS 75023
PHONE (972) 758-1073
FAX (972) 758-1934

May 8, 1997

Oryx Energy Company
P. O. Box 2880
Dallas, Texas 75221

Attention: New Mexico Land Department

Re: J & G - #1 Resistol Re-entry
Formerly Amara -
#1 Caprock State "B"
Section 3-T13S-R32E
Lea County, New Mexico

Gentlemen:

Attached for your consideration and review is a copy of my letter to the New Mexico Oil Conservation Commission requesting administrative approval of Form C-101 and C-102 with respect to the above captioned well.

Should you have any questions, please do not hesitate to contact the undersigned at (972) 758-1073.

J & G Enterprise Ltd., Co.



Derrel C. Melton, Agent

P 771 561 300

Certified Mail Receipt

No Insurance Coverage Provided
Do not use for International Mail
(See Reverse)

NEP

Sent to	
ORYX (PISISTOL)	
Street & No.	
P.O. State & ZIP Code	
DALLAS TX	
Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, & Address of Delivery	
TOTAL Postage & Fees	\$
Postmark or Date	

PS Form 3800, June 1990

Fold at line over top of envelope to the right of the return address.

CERTIFIED

P 771 561 300

MAIL

Is your RETURN ADDRESS completed on the reverse side?

SENDER:

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- Print your name and address on the reverse of this form so that we can return this card to you.
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- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

1. ☐ Addressee's Address
2. ☐ Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

ORYX ENERGY CO.
P.O. BOX 2880
DALLAS, TEXAS 75221
ATTN. NEW MEX. LAND DEPT

4a. Article Number

P771 561 300

4b. Service Type

- | | |
|---|---|
| ☐ Registered | ☐ Insured |
| ☒ Certified | ☐ COD |
| ☐ Express Mail | ☐ Return Receipt for Merchandise |

7. Date of Delivery

5. Signature (Addressee)

8. Addressee's Address (Only if requested and fee is paid)

6. Signature (Agent)

PS Form 3811, December 1991 ★U.S. GPO: 1993-352-714 DOMESTIC RETURN RECEIPT

Thank you for using Return Receipt Service.

DERREL C. MELTON

3905 MARTINGALE DRIVE
PLANO, TEXAS 75023
PHONE (972) 758-1073
FAX (972) 758-1934

May 8, 1997

Chevron Company, USA
1100 North County Road 1160
Midland, Texas 79701

Attention: New Mexico Land Department

Re: J & G - #1 Resistol Re-entry
Formerly Amárada -
#1 Caprock State "B"
Section 3-T13S-R32E
Lea County, New Mexico

Gentlemen:

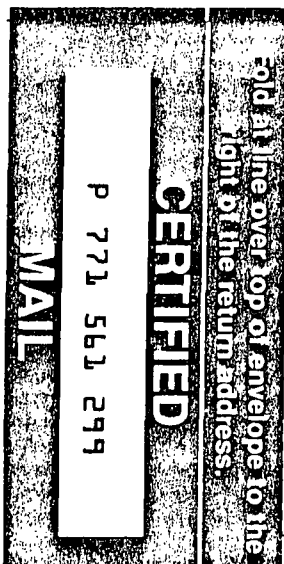
Attached for your consideration and review is a copy of my letter to the New Mexico Oil Conservation Commission requesting administrative approval of Form C-101 and C-102 with respect to the above captioned well.

Should you have any questions, please do not hesitate to contact the undersigned at (972) 758-1073.

J & G Enterprise Ltd., Co.



Derrel C. Melton, Agent



PS Form 3800, June 1990

Sent to	
CHEVRON (RESERVED)	
Street & No.	
P.O., State & ZIP Code	
MIDLAND	
Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, & Address of Delivery	
TOTAL Postage & Fees	\$
Postmark or Date	

Certified Mail Receipt
 No Insurance Coverage Provided
 Do not use for International Mail
 (See Reverse) **NEP**

P 771 561 299

your RETURN ADDRESS completed on the reverse side?

SENDER:

- Complete items 1 and/or 2 for additional services.
- Complete items 3, and 4a & b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- ☐ Addressee's Address
- ☐ Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

CHEVRON COMPANY USA
 1100 NORTH COUNTY RD
 1160
 MIDLAND, TEXAS 79701
 ATTN: NEW MEXICO LAND DEPT.

5. Signature (Addressee)

6. Signature (Agent)

4a. Article Number

P 771 561 299

4b. Service Type

- | | |
|---|---|
| ☐ Registered | ☐ Insured |
| ☒ Certified | ☐ COD |
| ☐ Express Mail | ☐ Return Receipt for Merchandise |

7. Date of Delivery

8. Addressee's Address (Only if requested and fee is paid)

Thank you for using Return Receipt Service.

District I
PO Box 1980, Hobbs, NM 88241-1980
District II
811 South First, Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico
Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION
2040 South Pacheco
Santa Fe, NM 87505

Form C-101
Revised October 18, 1994
Instructions on back
Submit to Appropriate District Office
State Lease - 6 Copies
Fee Lease - 5 Copies

☐ AMENDED REPORT

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE

¹ Operator Name and Address. J & G ENTERPRISE LTD., Co. P.O. Box 100 ARTESIA, NEW MEXICO 88211		² OGRID Number 11830
		³ API Number 30 - 0
⁴ Property Code	⁵ Property Name RESISTOL (FORMERLY AMERADA - #1 CAPROCK STATE "B")	⁶ Well No. #1

⁷ Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
N	3	13S	32E	C	652.94'	NORTH	1980'	WEST	LEA

⁸ Proposed Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
9 Proposed Pool 1						10 Proposed Pool 2			

¹¹ Work Type Code RE-ENTRY	¹² Well Type Code GAS	¹³ Cable/Rotary WORKOVER RIG	¹⁴ Lease Type Code STATE	¹⁵ Ground Level Elevation 4336.5'
¹⁶ Multiple NO-	¹⁷ Proposed Depth 11,250' ±	¹⁸ Formation WILDECAT ATOKA-MORAN	¹⁹ Contractor EL TORO	²⁰ Spud Date 4-15-97

²¹ Proposed Casing and Cement Program

Hole Size	Casing Size	Casing weight/foot	Setting Depth	Sacks of Cement	Estimated TOC
17 1/2"	13 3/8"	64 #	348'	350	SURFACE
11"	8 5/8"	24 & 32 #	3755'	1500	1210' (SURFACE)
7 7/8"	4 1/2" or 5 1/2"	11.60 # or 19 #	11,250'	600	9600'

²² Describe the proposed program. If this application is to DEEPEN or PLUG BACK give the data on the present productive zone and proposed new productive zone. Describe the blowout prevention program, if any. Use additional sheets if necessary.

RE-ENTER AND DRILL OUT CEMENT PLUGS IN SURFACE AND 319', 1034'. CLEAN OUT AND TIE-BACK 8 5/8" CASING AT 1055' WITH 8 5/8" CASING AND CIRCULATE WITH CEMENT TO SURFACE. DRILL PLUGS AT 3707', 5031', 6519', 7277', 8393', 9062'. RUN 4 1/2" OR 5 1/2" CASING TO 11,250' ±. CEMENT CASING FROM T.D. TO 9600'. BDP WILL BE USED THROUGHOUT JOB.

²³ I hereby certify that the information given above is true and complete to the best of my knowledge and belief.

Signature: *Derrel C. Melton*

Printed name: DERREL C. MELTON

Title: AGENT

OIL CONSERVATION DIVISION

Approved by:

Title:

Approval Date:

Expiration Date:

District I
PO Box 1980, Hobbs, NM 88241-1980
District II
811 South First, Artesia, NM 88210
District III
1000 Rio Branos Rd., Aztec, NM 87410
District IV
2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico
Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION
2040 South Pacheco
Santa Fe, NM 87505

Form C-102
Revised October 18, 1992
Instructions on back
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

1 API Number		2 Pool Code		3 Pool Name WILDCAT (ATOKA - MORROW)	
4 Property Code RESISTOL		5 Property Name (FORMERLY - AMERADA - #1) CAP ROCK STATE "B"		6 Well Number #1	
7 OGRID No. 11830		8 Operator Name J & G ENTERPRISE LTD., CO.		9 Elevation 4336.5'	

10 Surface Location

UL or lot no. N	Section 3	Township 13S	Range 32E	Lot Idn C	Feet from the 652.94	North/South line NORTH	Feet from the 1980'	East/West line WEST	County LEA
--------------------	--------------	-----------------	--------------	--------------	-------------------------	---------------------------	------------------------	------------------------	---------------

11 Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
---------------	---------	----------	-------	---------	---------------	------------------	---------------	----------------	--------

12 Dedicated Acres 319.13	13 Joint or Infill	14 Consolidation Code	15 Order No.
------------------------------	--------------------	-----------------------	--------------

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED
OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

16 1980' 652.94'	17 OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief. <i>Derrel C. Meltan</i> Signature DERREL C. MELTAN Printed Name AGENT Title 5/8/97 Date	
	18 SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief. Date of Survey Signature and Seal of Professional Surveyer: SEE ATTACHED PLAT	
	Certificate Number	

NEW MEXICO OIL CONSERVATION COMMISSION
WELL LOCATION AND ACREAGE DEDICATION PLAT

FORM C-126
 Revised 5/1/57

SEE INSTRUCTIONS FOR COMPLETING THIS FORM ON THE REVERSE SIDE

SECTION A

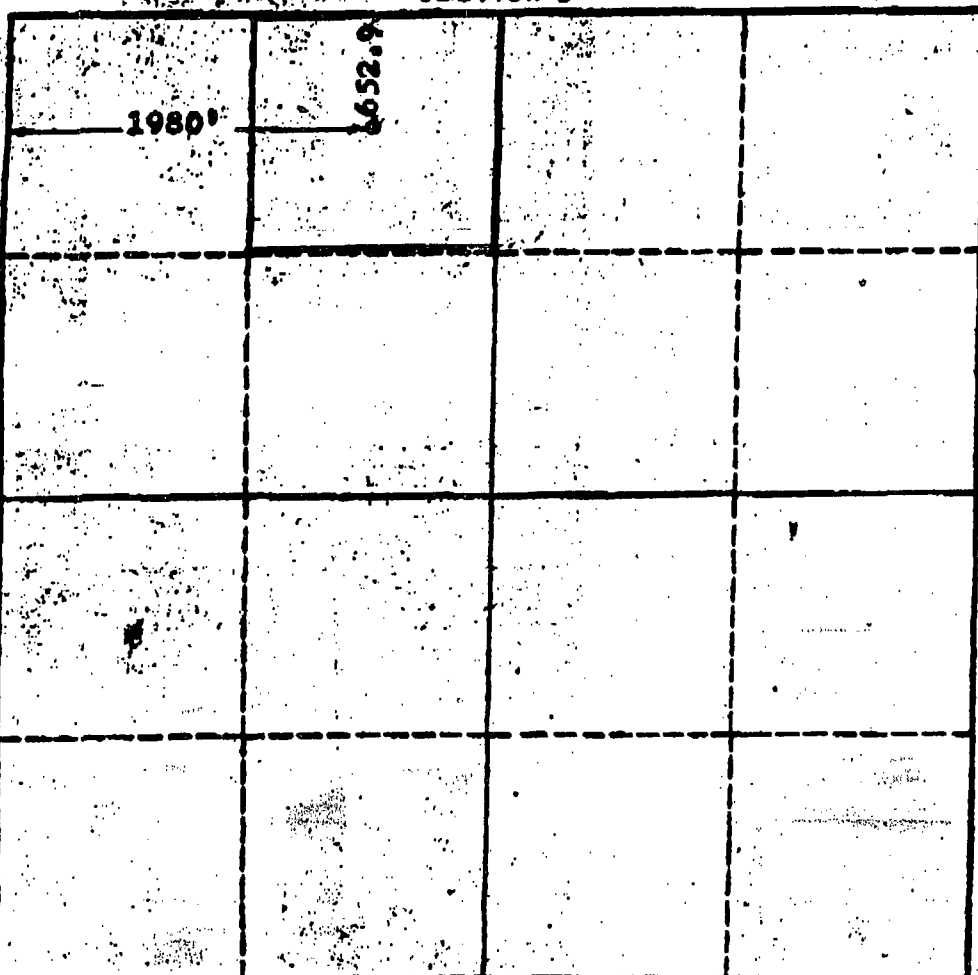
Operator Amerada Pet. Corp.			Lease State Cadrock "B"		Well No. 1
Well Letter C	Section 3	Township 13 South	Range 32 East	County Lee	

Actual Footage Location of Well: 1980 feet from the West line and 652.9 feet from the North line					
Ground Level Elev. 1980	Producing Formation Devonian	Pool Undesignated	Dedicated Acreage: 40 Acres		

1. Is the Operator the only owner in the dedicated acreage outlined on the plat below? YES _____ NO _____. ("Owner" means the person who has the right to drill into and to produce from any pool and to appropriate the production either for himself or for himself and another. (65-3-39 (a) NMSA 1955 Comp.)
2. If the answer to question one is "no," have the interests of all the owners been consolidated by communitization agreement or otherwise? YES _____ NO _____. If answer is "yes," Type of Consolidation _____
3. If the answer to question two is "no," list all the owners and their respective interests below:

Owner	Land Description

SECTION B

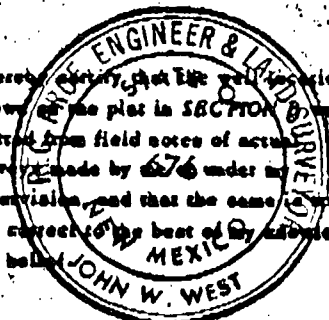


CERTIFICATION

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

Name *John W. West*
 Position **Asst. Dist. Superintendent**
 Company **Amerada Pet. Corporation**
 Date **JANUARY 9, 1962**

I hereby certify that the information shown on the plat in SECTION B was plotted from field notes of actual survey made by me under my supervision, and that the same is true and correct to the best of my knowledge and belief.



Date Surveyed **Jan. 9, 1962**
 Registered Professional Engineer and/or Land Surveyor, **JOHN W. WEST**
 Signature No. *John W. West*
 N.M. - P.E. & L.S. NO. 678

BLOWOUT PREVENTER SPECIFICATION

