

OPERATOR'S COPY

SUBMIT IN TRIPLICATE*

FORM APPROVED

OMB NO 1004-0136

Expires: February 28 1995

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

(Other instructions on
reverse side)

APPLICATION FOR PERMIT TO DRILL OR DEEPEN

5. LEASE DESIGNATION AND SERIAL NO.

NMLC030174A

6. IF INDIAN ALLOTTEE OR TRIBE NAME

7. UNIT AGREEMENT NAME

Rhodes Federal Unit

8. FARM OR LEASE NAME, WELL NO.

Rhodes Federal Unit No. 227

9. API WELL NO

10. FIELD AND POOL OR WILDCAT

Rhodes; Yates-7 Rivers (Gas)

11. SEC. T.R.M. BLOCK AND SURVEY

OR AREA

22-T26S-R37E

12. COUNTY OR PARISH

Lea

13. STATE

NM

14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE*

Approximately 5 miles southeast of Jal, New Mexico

15. DISTANCE FROM PROPOSED*
LOCATION TO NEAREST
PROPERTY OR LEASE LINE, T.O.
(Also to nearest drg. unit line, if any)

990'

16. NO. OF ACRES IN LEASE

640

17. NO. OF ACRES ASSIGNED
TO THIS WELL

160

18. DISTANCE FROM PROPOSED LOCATION*
TO NEAREST WELL, DRILLING COMPLETED,
OR APPLIED FOR, ON THIS LEASE, FT

1650'

19. PROPOSED DEPTH

4000'

20. ROTARY OR CABLE TOOLS

Rotary

21. ELEVATIONS (Show whether DF RT GR, etc.)

2994' GR

CAPITAN CONTROLLED WATER BASIN

22. APPROX. DATE WORK WILL START*

When Approved

PROPOSED CASING AND CEMENTING PROGRAM

SIZE OF HOLE	GRADE, SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	QUANTITY OF CEMENT
12 1/4"	J-55 8 5/8"	24#	250' 1060' 555	600 sx circ to surf
7 7/8"	J-55 5 1/2"	15.5#	4000'	1000 sx circ to surf

The proposed well will be drilled to a depth of 4000' and completed as a Rhodes; Yates-7 Rivers (Gas) producer.

From the base of the surface pipe through the running of production casing, the well will be equipped with a 3000 psi BOP system

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

IN ABOVE SPACE, DESCRIBE PROPOSED PROGRAM:

If proposal is to deepen, give data on present productive zone and proposed new productive zone
If proposal is to drill or deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout preventer program, if any.

SIGNED

Zeno Fane

TITLE

Mgr. Ops. Admin.

DATE

05-23-05

(This space for Federal or State office use)

PERMIT No.

APPROVAL DATE

Application approval does not warrant or certify that 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:

APPROVED BY

J. A. Hering

TITLE

FIELD MANAGER

DATE

7/13/05

*See Instructions On Reverse Side

Title 18 U.S.C. Section 1001, makes 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

BEFORE THE OIL CONSERVATION DIVISION

Santa Fe, New Mexico

Case No. 13567-13572 Exhibit No. 2

Submitted by:

GRUY PETROLEUM MANAGEMENT CO.

Hearing Date: October 20, 2005

APPROVAL FOR 1 YEAR

DISTRICT I
1625 N. FRENCH DR., ROSS, NM 88240

DISTRICT II
1301 W. GRAND AVENUE, ARTESIA NM 88210

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

DISTRICT IV
1220 S. ST. FRANCIS DR., SANTA FE, NM 87505

State of New Mexico

Energy Minerals and Natural Resources Department

OIL CONSERVATION DIVISION
1220 SOUTH ST. FRANCIS DR.
Santa Fe, New Mexico 87505

Form C-102
Revised JUNE 10, 2003
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

WELL LOCATION AND ACREAGE DEDICATION PLAT

☐ AMENDED REPORT

API Number	Pool Code	Pool Name
		Rhodes-Yates-7 Rivers (Gas)
Property Code	Property Name	Well Number
	RHODES FEDERAL UNIT	227
OGRID No. 162683	Operator Name	Elevation
	GRUY PETROLEUM MANAGEMENT COMPANY	2990'

Surface Location

UI or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
E	22	26-S	37-E		1980	NORTH	990	WEST	LEA

Bottom Hole Location If Different From Surface

UI or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
Dedicated Acres	Joint or Infill	Consolidation Code	Order No.						
160'	Y	U							

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

	<p>OPERATOR CERTIFICATION</p> <p>I hereby certify the the information contained herein is true and complete to the best of my knowledge and belief.</p> <p><i>Zeno Farris</i></p> <p>Signature Zeno Farris</p> <p>Printed Name Manager Operations Admin</p> <p>Title May 24, 2005</p> <p>Date</p>
	<p>SURVEYOR CERTIFICATION</p> <p>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.</p> <p>MAY 6, 2005</p> <p>Date Surveyed Signature & Seal Professional Surveyor</p> <p><i>GARY EDSON</i></p> <p>NEW MEXICO REGISTERED PROFESSIONAL SURVEYOR 12641</p>