STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

Oil Conservation Division 1220 South St. Francis Dr.

Santa Fe, New Mexico 87505

IX.

*X.

Describe the proposed stimulation program, if any.

FORM C-108 Revised 4-1-98

	APPLICATION FOR AUTHORIZATION TO INJECT
I. X	
П.	Application qualifies for administrative approval? Yes No
	OPERATOR: Pronghorn Management Corp.
	ADDRESS: P.O. Box 1772 Hollos N.M. 88241
	CONTACT PARTY: G.A. Baber 505.393.9176 PHONE:
III. for in	WELL DATA: Complete the data required on the reverse side of this form for each well proposed ection. Additional sheets may be attached if necessary.
ľV.	Is this an expansion of an existing project? Yes
V.	Attach a map that identifies all wells and leases within two miles of any proposed injection well with a one-half mile radius circle drawn around each proposed injection well. This circle identifies the well's area of review.
VI.	Attach a tabulation of data on all wells of public record within the area of review which penetrate the proposed injection zone. Such data shall include a description of each well's type, construction, date drilled, location, depth, record of completion, and a schematic of any plugged well illustrating all plugging detail.
VII.	Attach data on the proposed operation, including:
	 Proposed average and maximum daily rate and volume of fluids to be injected; Whether the system is open or closed; Proposed average and maximum injection pressure; Sources and an appropriate analysis of injection fluid and compatibility with the receiving formation if other than reinjected produced water; and, If injection is for disposal purposes into a zone not productive of oil or gas at or within one mile of the proposed well, attach a chemical analysis of the disposal zone formation water (may be measured or inferred from existing literature, studies, nearby wells, etc.).
VIII.	Attach appropriate geologic data on the injection zone including appropriate lithologic detail, geologic name, thickness, and depth. Give the geologic name, and depth to bottom of all underground sources of drinking water (aquifers containing waters with total dissolved solids concentrations of 10,000 mg/l or less) overlying the proposed injection zone as well as any such sources known to be immediately underlying the injection interval.

Attach appropriate logging and test data on the well. (If well logs have been filed with the

Pronghorn Exhibit 1 Case No. 12905 Division, they need not be resubmitted).

- *XI. Attach a chemical analysis of fresh water from two or more fresh water wells (if available and producing) within one mile of any injection or disposal well showing location of wells and dates samples were taken.
- XII. Applicants for disposal wells must make an affirmative statement that they have examined available geologic and engineering data and find no evidence of open faults or any other hydrologic connection between the disposal zone and any underground sources of drinking water.
- XIII. Applicants must complete the "Proof of Notice" section on the reverse side of this form.
- XIV. Certification: I hereby certify that the information submitted with this application is true and correct to the best of my knowledge and belief.

	NAME: G.A. Baher	tarTNer		TITLE:	
	SIGNATURE: SABAL		<u> 5 2</u>	2 OQ	_DATE:
*	If the information required under Sections V submitted, it need not be resubmitted. Please submittal:				

DISTRIBUTION: Original and one copy to Santa Fe with one copy to the appropriate District Office

INJECTION WELL DATA SHEET

								put above p	pesodo	
Tubing Size: 33 Lining Material: IPC Type of Packer: Rakey Model "R"	Packer Setting Depth: 5950	Other Type of Tubing/Casing Seal (if applicable): APNC	Additional Data	Is this a new well drilled for injection?	If no, for what purpose was the well originally drilled?	Name of the Injection Formation: San Andres / Closista	Name of Field or Pool (if applicable): Towarsend	Has the well ever been perforated in any other zone(s)? List all such perforated intervals and give plugging detail, i.e. sacks of cement or plug(s) used. [10583 t 10647; CiBP and count will be put above p	Give the name and depths of any oil or gas zones underlying or overlying the proposed injection zone in this area:	Grayburg at approximately 3800'
J. V.	Pa	Ö		- i		7	ų.	4	5.	

OPERATOR: Kringhary Mariage ment Confe				
WELL NAME & NUMBER: State T # 2				
WELL LOCATION: 4390 S 500 ω FOOTAGE LOCATION	UNIT LETTER	SECTION	16 TOWNSHIP	36 RANGE
WELLBORE SCHEMATIC		WELL CONS	WELL CONSTRUCTION DATA Surface Casing	Z
man L at IPC Tibus	Hole Size:	tr.	Casing Size:	(i) (i) (i)
	Cemented with:	में का कि	SX. OF	f ³
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		Interr	Intermediate Casing	
Hole size 174 Circ.	Hole Size: / A	er.	Casing Size:	• ₹
	Cemented with:	1352	SX. OF	f³
	Top of Cement:	425	Method Determined:	ined: 7S
g set		Prod	Production Casing	
Signal Zno con uso - plant circulate cont	Hole Size: 7 3	*	Casing Size:	57
	Cemented with:	300	SX. OF	f ²
Cab of Cab of Cab	Top of Cement:	9762	Method Determined:	ined: 73
26 caring set at 19471' with 300 sx of C centent	Total Depth:			
Total depth 10103 Hole size 76 " Toc 9742	-	Laji	Injection Interval	•
	6000		feet to 6200	ð

(Perforatedor Open Hole; indicate which)

ATTACHMENT TO APPLICATION C-108

State T #2
Unit L, Sect. 6, T. 16 S., R. 36 E.
Lea Co., NM

- III. Well data information sheets attached.
- IV. No
- V. Map attached.
- VI. List of wells and data attached.
- VII. Proposed Operation
 - 1) Average daily injection volume is 1500 bls. per day.
 - 2) Closed system.
 - 3) The average injection pressure is 500 psig with a maximum injection pressure of 1000 psig.
 - 4) Produced water from the area, see attached water analysis.
 - 5) Attached analysis.
- VIII. The proposed disposal formation is interbedded shale and limestone.

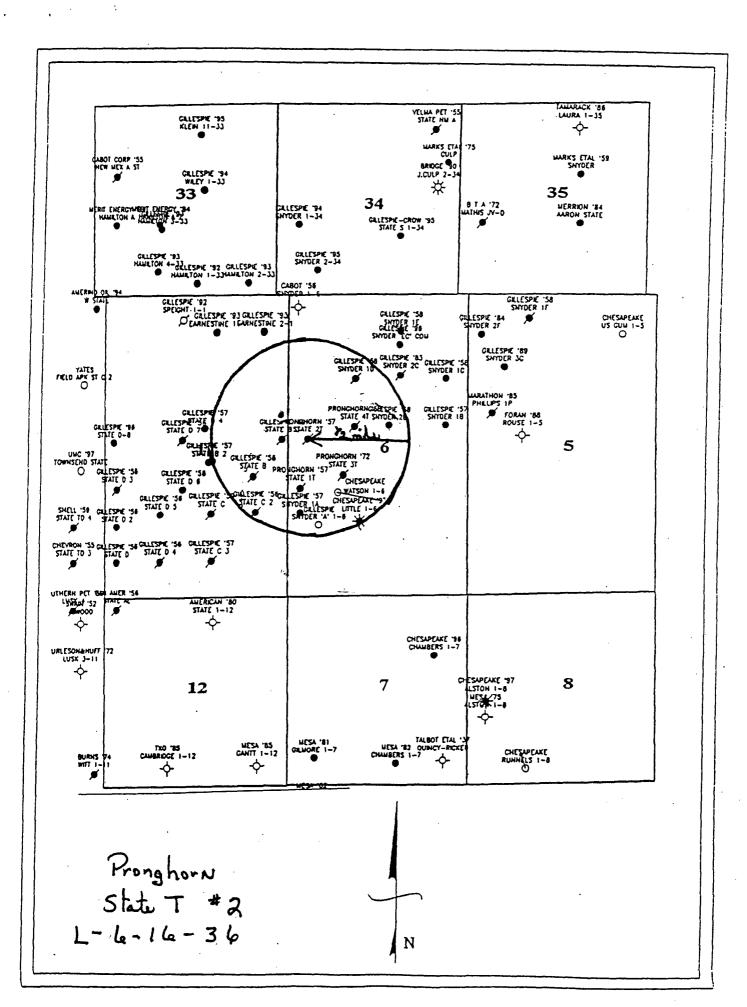
The primary geologic name is the San Andres and Glorietta formation which we plan to inject from approximately 6000' to 6200'.

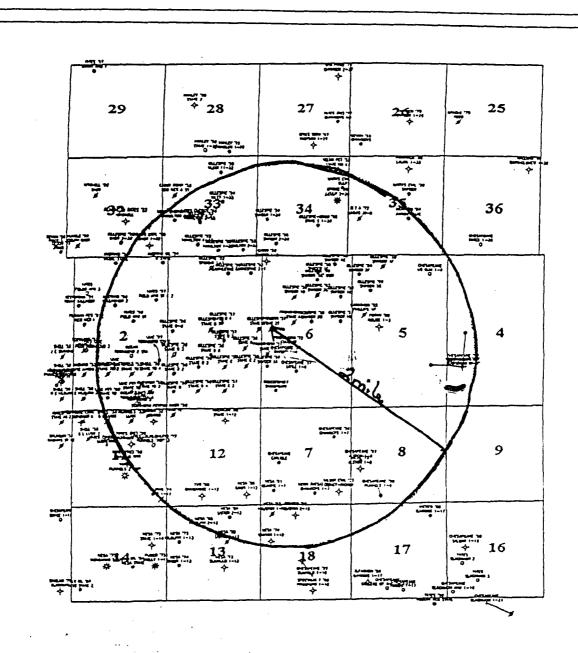
The fresh water formation in this area is the Ogallala which ranges in thickness from top of H20 at 60' to the base of the fresh water at 240'.

- IX. Acid as needed.
- X. Previously submitted.
- XI. Attached.
- XII. I, G.A. Baber, have examined available geologic and engineering data and find no evidence of open faults or any other hydrologic connection between the disposal zone and any underground source of drinking water pertaining to this well.

Signature

4/3/2002





Pronghorn State T #2 L-6-16-36



Application for Disposal

		Date		Record of		
Well	Туре	Drilled	Location D	epth Completion	Zone	Status
State 1T	<u>o</u>	Aug-57	2970 FSL/330 FWL 6-16S-36E	10,746 perf 10,650'-10,710'	Wolf	In-active
State 2T	일	Nov-57	4290 FSL/550 FWL 6-16S-36E	10,692 perf 10,583'-10,647'	Wolf	in-active
State 3T	<u>Q</u>	Apr-58	3300 FSL/1551 FWL 6-16S-36E	10,737 perf 10,650'-10,700'	Wolf	In-active
State 4T	일	Aug-58	4620 FSL/1885 FWL 6-16S-36E	10,728 perf 10,607-10,664'	Wolf	In-active
State B3	으	Apr-57	4290 FSL/160 FEL 1-16S-35E	10,706 perf 10,554'-10,629'	Wolf	In-active
Snyder 2B	으	May-58	3656 FNL/2310 FEL 6-16S-36E	10,703 perf 10,653'-10,671'	Wolf	Active
State B1	<u>Q</u>	Sep-56	3300 FSL/975 FEL 1-16S-35E	10,700 perf 10,568'-10,614'	Wolf	In-active
State C2	으	Nov-56	2340 FSL/910 FEL 1-16S-35E	10,695 perf 10,600'-10,643'	Wolf	In-active
Snyder 1A	<u>Q</u>	May-57	2319 FSL 330 FWL 6-16S-36E	10,714 perf 10,652'-10,692'	Wolf	In-active
Snyder A Comm	<u>Q</u>	Mar-98	990 FSL/874 FWL 6-16S-36E	11,745 perf 11,452-11,477	Strawn	Active
Little 1-6	<u>o</u>	Jul-97	2065 FSL/2038 FWL 6-16S-36E	11,860 perf 11,456'-11,523'	Strawn	Active
Snyder D "1	-	1959	9 2330 FML / 1916 PUL 4.4.36 10700 Parts 10580/10620 WHF "	16 10700 Parks 10580/1943	30 W.H	P+A
•						

WELL DATA

Energen Resources Corp., Snyder A Comm #1 U, Sect. 6

Drilled 1998 as an oil well in the Strawn, active producer

HOLE	CSG	DEPTH	CEMENT	
17 1/2"	13 3/8"	398'	440 sx	circ.
11"	8 <i>5</i> /8"	4762'	1110 sx	circ.
7 7/8"	5 1/2"	11,745'	650 sx	calc. TOC 2100'

Energen Resources Corp., Snyder B #2 J, Sect. 6

Drilled 1958 as an oil well in the Wolfcamp, active producer

HOLE	CSG	DEPTH	CEMENT	
17 1/2"	13 3/8"	363'	275 sx	circ.
11"	8 5/8"	4724'	2050 sx	circ.
7 7/8"	5 1/2" liner	4551'/10,703'	300 sx	calc. TOC 6200'

Energen Resources Corp., Snyder A #1-T, Sect. 6

Drilled 1957 as an oil well in the Wolfcamp, well inactive.

HOLE	CSG	DEPTH	CEMENT	
17 1/2"	13 3/8"	369'	275 sx	circ.
12 1/4"	8 5/8"	4715'	2050 sx	circ.
7 7/8"	5 1/2" liner	4536'/10,719'	300 sx	calc. TOC 6200'

Chesapeake Operating, Inc., Little 6 #1 K, Sect. 6

Drilled 1997 as an oil well in the Strawn, active producer.

HOLE	CSG	DEPTH	CEMENT	
17 1/2"	13 3/8"	489'	495 sx	circ.
11"	8 5/8"	4100'	2227 sx	circ.
7 7/8"	5 1/2"	11,853'	2055 sx	circ.

Charles B. Gillespie, Jr., State B #1-P, Sect. 1

Drilled 1956 as an oil well in the Wolfcamp, well P & A 1995.

HOLE	CSG	DEPTH	CEMENT			
17 1/4"	13 3/8"	365'	350 sx			
11"	8 5/8"	4701'	1850 sx			
7 7/8"	5 1/2" liner	4527'/10,677'	200 sx			
Well have schematic of P & A attached						

Charles B. Gillespie, Jr., State C #2 Q, Sect. 1

Drilled 1956 as an oil well in the Wolfcamp, well P & A 1995.

HOLE	CSG	DEPTH	CEMENT			
17 1/2"	13 3/8"	366'	250 sx			
11"	8 5/8"	4697'	2050 sx			
7 3/4"	5 1/2" liner	4520'/10,694'	200 sx			
Well have schematic of P & A attached						

Charles B. Gillespie, Jr., State B #3 I, Sect. 1

Drilled 1957 as an oil well in the Wolfcamp, well P & A 1995.

HOLE	CSG	DEPTH	CEMENT				
17 1/2"	13 3/8"	375'	275 sx	circ.			
11"	8 5/8"	4714'	2050 sx	circ.			
7 7/8"	5 1/2" liner	4548'/10,704'	200 sx	calc. TOC 7000'			
Well bore schematic of P & A attached.							

Pronghorn Management Corp., State T #1-M, Sect. 6

Drilled 1957 as an oil producer in the Wolfcamp, well inactive.

HOLE	CSG	DEPTH	CEMENT	
17 1/4"	13 3/8"	361'	375 sx	TOC 25' filled w/cement
12 1/4"	8 <i>5</i> /8"	4748'	1240 sx	circ.
7 7/8"	5 1/2"	10,745'	300 sx	TOC 9445'
P & A filed	on this well, a	pproval attached.		

Pronghorn Management Corp., State T #2-L, Sect. 6

Drilled 1957 as a producer in the Wolfcamp, well inactive.

HOLE	CSG	DEPTH	CEMENT	
17 1/4"	13 3/8"	371'	400 sx	circ.
12 1/4"	8 5/8"	4749'	1352 sx	TOC 625'
7 7/8"	5 1/2"	10,679'	300 sx	TOC 9762'
D & A filed	on this wall as	oproval attached		

P & A filed on this well, approval attached.

Pronghorn Management Corp., State T #3-N, Sect. 6
Drilled 1958 as an oil producer in the Wolfcamp, well inactive.

HOLE	CSG	DEPTH	CEMENT	
17 1/4"	13 3/8"	376'	400 sx	circ.
12 1/4"	8 <i>5</i> /8"	4704'	1682 sx	circ.
7 7/8"	5 1/2"	10,736'	300 sx	TOC 9535'
P & A filed	on this well.			

Pronghorn Management Corp., State T #4-K, Sect. 6

Drilled 1958 as an oil well in the Wolfcamp, well is inactive.

HOLE	CSG	DEPTH	CEMENT	
17 1/4"	13 3/8"	376'	425 sx	circ.
12 1/4"	8 5/8"	4749'	1051 sx	TOC 605'
7 7/8"	5 1/2"	10,727'	300 sx	TOC 9620'

OSALS TO DRILL OR TO DEEPEN	Resources Department ON DIVISION 88 87504-2088	Form C-103 Revised I-1-89 WELL API NO. 30-025-02705 5. Indicate Type of Lease STATE STATE STATE 6. State Oil & Gas Lease No. E-9117
P.O. Box 20 Santa Fe, New Mexico ES AND REPORTS ON WEI OSALS TO DRILL OR TO DEEPEN	88 87504-2088	30-025-02705 5. Indicate Type of Lease STATE THE FEE
ES AND REPORTS ON WE		STATE STATE
OSALS TO DRILL OR TO DEEPEN	110	6. State Oil & Gas Lease No.
OSALS TO DRILL OR TO DEEPEN	110	E-911/
	OR PLUG BACK TO A	7. Lease Name or Unit Agreement Name
OTHER		State C
		8. Well No.
79702		9. Pool name or Wildcat Townsend Permy Upper Penn
Feet From The South	Line and910	Feet From The East Line
10. Elevation (Show whether 3968 GR propriate Box to Indicate N	DF, RKB, RT, GR, ac.) Nature of Notice, Re	DEQUENT REPORT OF: ALTERING CASING OPNS. PLUG AND ABANDONMENT
	OTHER:	
cap w/4 sacks cement plug @ 7500' plug @ 4747 8 5/8 sho 468' ing @ 610 plug @ 8 5/8 stub W.0 plug @ 13 3/8 shoe 38	oe to cover 8 5/8 D.C. tag plug @ 5 36' W.O.C. tag p	3 shoe & 5½ liner top 558' plug @ 285'
	TOWNSHIP 16-S PLUG AND ABANDON CHANGE PLANS (Clearly state all pertinent details, and cap w/4 sacks cement plug @ 7500' plug @ 4747 8 5/8 should be said of the s	79702 Feet From The South Line and 910 Towaship 16-S Range 35-E N 10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3968 GR Propriate Box to Indicate Nature of Notice, Rention TO: PLUG AND ABANDON REMEDIAL WORK CHANGE PLANS COMMENCE DRILLING CASING TEST AND CENTION OTHER: (Clearly state all pertinent details, and give pertinent dates, including cap w/4 sacks cement Plug @ 7500' Plug @ 4747 8 5/8 shoe to cover 8 5/8 468'

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TYPE OR PRINT NAME

OPERATO	Charles	. B	Gillespie	Jr.		DATE PLA	1995
LEASE	State		· •	WELL No.	LOCATION Q - 1	-16-35	
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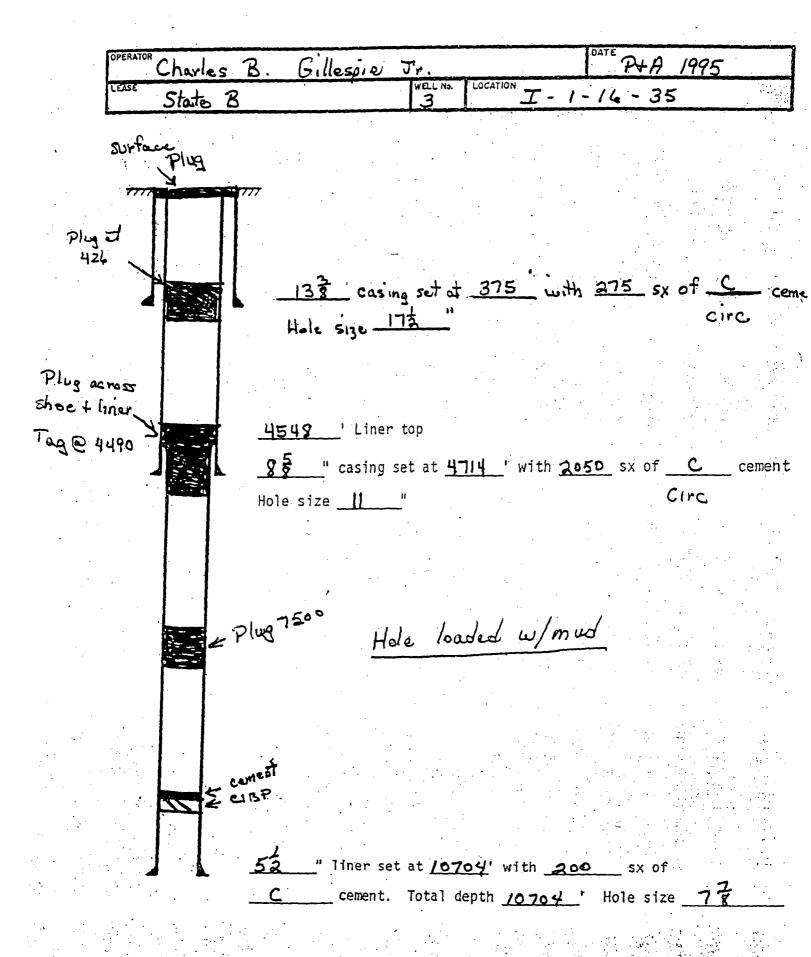
Submit 3 Copies to Appropriate District Office

State of New Mexico Energy, Minerals and Natural Resources Department

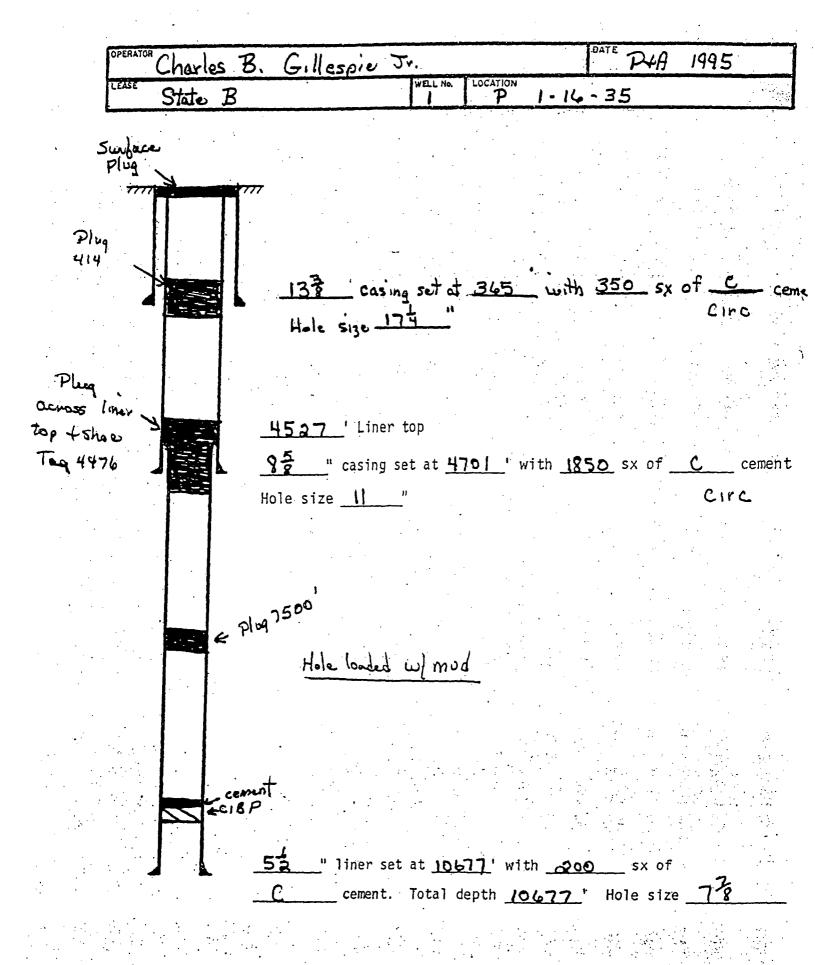
Form C-103 Revised 1-1-89

DISTRICT I			
P.O. Box 1980, Hobbs, NM 88240	OIL CONSERVATION DIVISION P.O. Box 2088		WELL API NO. 30-025-02708
DISTRICT II P.O. Drawer DD, Artesia, NM 88210	Santa Fe, New Mexico	87504-2088	5. Indicate Type of Lease
			STATE FEE
DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410			6. State Oil & Gas Lease No. E-9116
SUNDRY NOTIC	ES AND REPORTS ON WE	ils	
(DO NOT USE THIS FORM FOR PROD DIFFERENT RESERV (FORM C-1		N OR PLUG BACK TO A	7. Lease Name or Unit Agreement Name
1. Type of Well: OL WELL XX WELL	OTHER.		State B
2. Name of Operator			8. Well No. 3
Charles B Gillespie, Jr.			
3. Address of Operator	us 79702		9. Pool name or Wildcat Townsend Permo & Upper Penn
P.O. Box 8 Midland, Texa	15 79702		
	_ Feet From TheSouth	Line and	Feet From The Line
Section 1	Township 16-S R	ange 35-E	Lea County
	10. Elevation (Show whether 3964 GR	DF, RKB, RT, GR, etc.)	
II. Check A	propriate Box to Indicate	Nature of Notice, Re	port, or Other Data
NOTICE OF INTE			SEQUENT REPORT OF:
PERFORM REMEDIAL WORK	PLUG AND ABANDON	REMEDIAL WORK	ALTERING CASING
TEMPORARILY ABANDON	CHANGE PLANS	COMMENCE DRILLING	OPNS. PLUG AND ABANDONMENT
PULL OR ALTER CASING		CASING TEST AND CEN	MENT JOB .
OTHER:		OTHER:	·
12. Describe Proposed or Completed Operation work) SEE RULE 1103.	s (Clearly state all persinent details, an	d give pertinent dates, includi	ng estimated date of starting any proposed
(1) Set 5½ CIBP @ 10,200 (2) Load hole w/mud	-	nt	
(2) Chart 25 analys someont	plug @ 7500'	0 5 (0) 0 5 1	11 2 2 2 2 2 2 2 2 4 4 5
(3) Spot 25 sacks cement			liner fon W.O.C tag blug @ 449
(4) Spot 50 sacks cement	@ 4764 to cover the	6 3/6 Stide & 32	Timer cop moves one range
(4) Spot 25 sacks cement (5) Spot 35 sakes cement (6) Spot 15 sacks cement	nlug @ 426'	_	Times cop intovor out principle

I hereby certify that the information above is true and complete to the best of my knowledge and being Signature. The many many many many many many many many	Lupenin	- DA	те
TYPE OR PRINT NAME		TEL	LEPHONE NO.
(This space for State Use) APPROVED BY TITLE -	OIL & GAS	INSPECTOR	JAN 0 6 1995



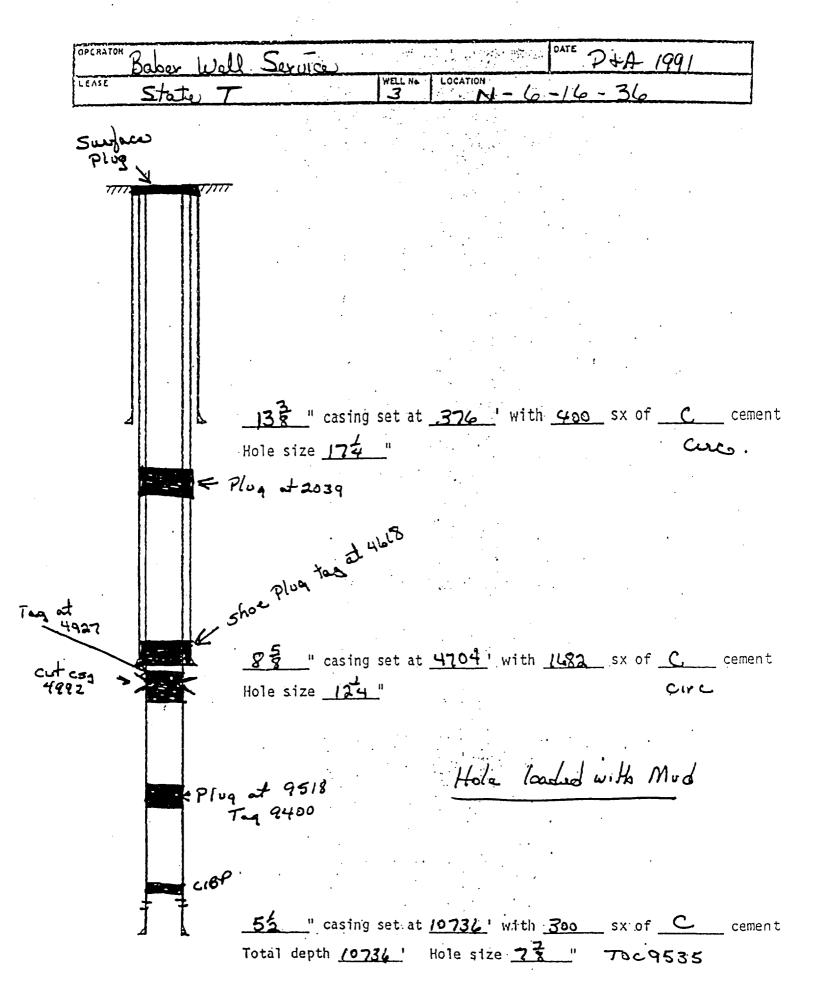
Submit 3 Copies to Appropriate District Office	Energy, Minerals and Natural			Form C-103 Revised 1-1-89	
DISTRICT I P.O. Box 1980, Hobbs, NM 88240	OIL CONSERVATI P.O. Box 2		WELL API NO.	30-025-02707	
DISTRICT II P.O. Drawer DD, Artesia, NM 88210	Santa Fe, New Mexico		5. Indicate Type of	Lease STATE XX FEE	<u> </u>
DISTRICT III 1000 Rio Brazos Rd., Aziec, NM 87410	, VOVI)	2 <u>1</u> 12883	6. State Oil & Gas L		<u>=</u>
(DO NOT USE THIS FORM FOR PRO DIFFERENT RESER (FORM C-	CES AND REPORTS ON WE POSALS TO DRILL OR TO DEEPE VOIR. USE "APPLICATION FOR PIOT) FOR SUCH PROPOSALS.)	N OR PLUG BACK TO A	7. Lease Name or Us	ait Agreement Name	\mathbb{Z}
1. Type of Well: OIL XX CAS WELL XX WELL	отнея		State B		
2. Name of Operator Charles B Gillespie, Jr.			8. Well No. 1		
3. Address of Operator P.O. Box 8 Midland, Tx.	79702		9. Pool name or Wild Townsend Per	Upper Penn	
4. Well Location Unit LetterP :3300	Feet From The south	Line and 985	Feet From Th	e east L	ine
Section 1	Township 16-S R	ange 35-E	MPM Lea N.1	M. County	,
	10. Elevation (Show whether 3967 GR	DF, RKB, RT, GR, etc.)			
11. Check A	ppropriate Box to Indicate		eport or Other D	<u>'////////////////////////////////////</u>	<i>Z</i> Z
NOTICE OF INTE	• • •	•	SEQUENT REF		
PERFORM REMEDIAL WORK	PLUG AND ABANDON	REMEDIAL WORK	ALT	TERING CASING	
TEMPORARILY ABANDON	CHANGE PLANS	COMMENCE DRILLING	OPNS. 🗌 PLL	JG AND ABANDONMENT	x
PULL OR ALTER CASING		CASING TEST AND CE	MENT JOB		
OTHER:		OTHER:		[
12. Describe Proposed or Completed Operation work) SEE RULE 1103.	18 (Clearly state sil pertinent details, ar	nd give pertinent dates, includi	ng estimated date of star	ting any proposed	
(1) Set 5½ CIBP @ 10,350 (2) Load hole w/mud (3) Spot 25 sacks cement (4) spot 50 sack cement W.O.C. tag plug @ 4 (5) Spot 35 sack cement (6) Spot 15 sack cement	plug @ 7500' plug @ 8 3/8 shoe 475 476'	l' to cover 8 5/8	3 & 5½ liner t	:op	
		;			
the state of the state of			··		



CONDITIONS OF APPROVAL, IF ANY:

State of New Mexico

to Appropriate District Office	Energy, Minerals and Natural Re	esources Department-		Revised 1-1-49
DISTRICT I P.O. Box 1980, Hobbs, NM \$8240	OIL CONSERVATION P.O. Box 208	N DIVISION	WELL API NO. 30-025-03736	
DISTRICT II P.O. Drawer DD, Assesia, NM 88210	Santa Fe, New Mexico	Santa Fe, New Mexico 87504-2088		ATE TEE
DISTRICT III 1000 Rio Britos Md., Amer, NM 87410		· .	6 Sup Oil & Gas Losse N E 9335-S	
SUNDRY NOT	ICES AND REPORTS ON WEL	LS		
DIFFERENT RESEI (FORM C	OPOSALS TO DRILL OR TO DEEPEN RVOIR. USE "APPLICATION FOR PEI -101) FOR SUCH PROPOSALS.)	OR PLUG BACK TO A RMIT"	7. Lesso Name or Unit Agri	IOSTICONE NAME
1. Type of Well: Out Out Out	ones TA		STATE " T "	
2 Name of Operator BABER WELL SERVICING			& Well No.	
3. Address of Operator	·		9. Pool same or Wildcat	
P.O. S OX 1772 H	Mm 88240		TOWNSEND PERM	O UPPER PENN
4. Well Location		155	1	I TE CO
Unit Letter N : 330	O Fee From The SOUTH	Line and133	Peet From The	WEST Line
Section 6	Township 16-28 Ra	16-E	NMPM LEA	County
	10. Elevation (Show whether		V////	
			· \///	
IL Check	Appropriate Box to Indicate 1			
NOTICE OF INT	rention to:	SUB	SEQUENT REPOR	IT OF:
PERFORM REMEDIAL WORK	PLUG AND ABANDON	REMEDIAL WORK	ALTERII	ng Casing
TEMPORARILY ABANDON	CHANGE PLANS	COMMENCE DRILLING	OPNS PLUGA	ND ABANDONMENT
PULL OR ALTER CASING		CASING TEST AND CE		
OTHER:		OTHER:		
12. Describe Proposed or Completed Open	vions (Clearly state all pertinent details, as	d sive pertinent dates, inclu	ding estimated date of starting of	in proceed
work) SEE RULE 1103.				
1. RUN TUBING TO 95	518' AND SPOT W/25 SKS .	AND WOC.		
2. TAGGED PLUG AT		•	• •	0 1/
3. LOAD HOLE W/MUD	• •			X D
	√N 4992' OF 5½ CASING		<- Y	SON TO
	ENT PLUG AT 6500'			7 7
	MENT PLUG AT 5½ STUB 50		, \	· 2 24.
	927' SPOT W/60SKS CEME			t di
	670' SPOT W/45 SKS CEM	ENT AND WOC		. "\
9. TAGGED PLUG AT 4			D'	20
	ENT PLUG AT 2039'		. '	
11. SPOT 15 SKS CEME	ENT AT SURF AND SET UP	P&A MARKER.		, ·
I hereby certify they be information above is tru	ng and Complete to the best of my knowledge and	l belief.		
SONATORE Marman At	aldenode	P&A SUPERVISO	OR PATE	8-14-91
TYPE OR PEDIT NAME RAYMOND) MALDONADO			(505)397-35
(This space for State Use)	•		• •	



GARY NIG - 12,50°

Conditions of approval, if any:

					F C 102
Submit 3 Conies To Appropriate Di		of New Mexico	CONTRAC	٠	Form C-103 Revised March 25, 1999
District I 1625 N. French Dr., Hobbs, NM 87		rals and Natural Re	SOULCES W	ELL API NO.	101200 11000 20, 1999
District II	OT CONTE	ERVATION DIV	ISION	30-025-03	
811 South First, Artesia, NM 87210 District III	2040	South Pacheco	5.	Indicate Type	
1000 Rio Brazos Rd., Aziec, NM 87 District IV	7410	Fe, NM 87505	6.		Gas Lease No.
2040 South Pacheco, Santa Fe, NM	87505		0.	E9335-S	· · · · · · · · · · · · · · · · · · ·
	NOTICES AND REPORTS		1	Lease Name o	r Unit Agreement Name:
(DO NOT USE THIS FORM FOR I	PROPOSALS TO DRILL OR TO I	DEEPEN OR PLUG BAC FORM C-101) FOR SUCT	KTOA	STATE	"T"
PROPOSALS.)					
1. Type of Wells Oil Well \(\bigcirc \) Gas \(\Well \)	fell 🔲 Other				
2. Name of Operator	<u> </u>		8	. Well No.	•
	nagement Corporati	on		Pool name o	r Wildon't
3. Address of Operator P. O. Box 1	772 Hobbs, NM 88	241			ms Upper Penn
4. Well Location	· · · · · · · · · · · · · · · · · · ·				
L	4290	SSouth 1	500	Er at Erna	n the West line
Unit Letter	feet from t	he(ine and	reet from	n theline
Section 6	Township	16-S Range 36	E N	MPM Lea	County
	10. Elevation (Sho	ow whether DR, RKB	, RT, GR, etc.)	a en	
II Ch	ck Appropriate Box to	Indianta Notura o	f Notice Pen	ort or Other I	Doto
	F INTENTION TO:	Illulcate Nature C		QUENT REF	
PERFORM REMEDIAL WOR		ON PEN	EDIAL WORK		ALTERING CASING
TEMPORARILY ABANDON	CHANGE PLANS	COM	MENCE DRILLIN	G OPNS.	PLUG AND ABANDONMENT
PULL OR ALTER CASING	MULTIPLE		NG TEST AND		ADAIDONNEITI
•	COMPLETION	CEME	INT JOB	السيسار	
OTHER:		OTHE	R:		
12. Describe proposed or co					
of starting any proposed vor recompilation.	work). SEE RULE 1103. F	or Multiple Complet	ions: Attach wel	llbore diagram o	of proposed completion
or recompusation.			•		
	. @ 10,100'. Cap		it.		
	ole with mud laden		11 . 700		
	$5\frac{1}{2}$ " casing. Str plug 50' in and or			U' casing.	
	ment plug 4799'-4			WOC - Tag.	
6. Spot 100' ce	ment plug 2074'-1				
	surface plug.				
\ .	ole marker. Clean				
25 5x PW6	OR 100 WHICHEVER	IS GREATER		-	
F 421 to 321	r' - 746			•	
Thenburg deal and the					
I hereby certify that the inform	ation above is true and com	plete to the best of m	y knowledge an	d belief.	
SIGNATURE MOUL	a ·	TITLE Par	tner	_	DATE 4/7/00
Type or print name G. A.	BABER			Telenh	one No. 505-393-9176
(This space for State use)	O CONTRACTOR OF CO	Picini		Totopi	
APPPROVED BY	Not 2	RIGINAL SIGNED	BY		
Conditions of approval, if any:		PIELD FIED. II	·		DATE OF THE PROPERTY OF THE PARTY OF THE PAR
Conditions of approval, if any: THE COMMISSION HOURS PRIOR TO	MUST BE NOTIFIED 24	. •			·
PLUGGING OPERAT	THE BEGINNING OF TONS FOR THE C-103				
TO BE APPROVED	IONS FOR THE C-103				

Submit 3 Copies to Appropriate District Office

State of New Mexico Energy, Minerals and Natural Resources Department

Form C-103 Revised 1-1-89

DISTRICT I P.O. Box 1980, Hobbe, NM-88240	OIL CONSERVATI P.O. Box 2	088	WELL API NO. 30-025-03737
DISTRICT II P.O. Drawer DD, Artesia, NM 88210	Santa Fe, New Mexic	o 87504-2088	5. Indicate Type of Lease STATE FEE
DISTRICT III 1000 Rio Brazos Rd., Aziec, NM \$7410		:	6. State Oil & Gas Lease No. E 9335-5
SUNDRY NOT	ICES AND REPORTS ON WI	ELLS	
(DO NOT USE THIS FORM FOR PRODIFFERENT RESER	OPOSALS TO DRILL OR TO DEEPE RVOIR. USE *APPLICATION FOR P -101) FOR SUCH PROPOSALS.)	IN OR PLUG BACK TO A	7. Lease Name or Unit Agreement Name
1. Type of Well: OIL XXX WELL [OTHER		STATE "T"
2. Name of Operator RARER WETT	SERVICING COMPANY		8. Well No.
3. Address of Operator	SERVICING CONTAIN		9. Pool name or Wildon Permo Goper
P.O. BOX 17	772 HOBBS, NM 88241	·	TOWNSEND-WOLFCAMP Ponn
1		Range 36-E	Feet From The West Lin
	10. Elevanda (Salaw Walland)	r pr, rab, ri, or, etc.)	
11. Check /	Appropriate Box to Indicate ENTION TO:		port, or Other Data SEQUEN? REPORT OF:
PERFORM REMEDIAL WORK	PLUG AND ABANDON	REMEDIAL WORK	ALTERING CASING
TEMPORARILY ABANDON XX	CHANGE PLANS	COMMENCE DRILLING	OPNS. PLUG AND ABANDONMENT
PULL OR ALTER CASING		CASING TEST AND CE	MENT JOB
OTHER:		OTHER:	
12. Describe Proposed or Completed Operationsk) SEE RULE 1103.	ions (Clearly state all pertinent details, e	and give pertinent dates, includ	ing estimated date of starting any proposed
1) M.I.R.U. 2) Install 6" -	0.00 P O D		
	seat anchor at 10,400'	•	
4) Received perm	ission from NMOCC to	cut tbg.	
5) Cut tbg @ 10,			
6) Tag plug @ 107) Set 35 sks pl			the second secon
8) Tag plug @ 7,			
File applicat	ion to make disposal w	vell	
10) Shut in well 11) Temporarily a	handan rrali	•	
ll) Temporarily a	naudou Mett		

CHRMN OF BOARD G.A. BABER, JR. TYPE OR PRINT NAME

(This space for State Use)

Oriv. Signed by Paul Rants Genlogtet

CONDITIONS OF APPROVAL, IF ANY:

peropriale District Office P.O. Box 1980, 1806bs, NM 84240

State of New Mexico Energy, Minerals and Natural Resources Department

Form C-104 Revised 1-1-17 See Instructions at Battorn of Page

DISTRICT II P.O. Driver DD, Aneila, NM 11210

OIL CONSERVATION DIVISION P.O. Box 2088 Santa Fe, New Mexico 87504-2088

DISTRICT III 1000 Rio Britos Rd., Aziec, NM 87410

REQUEST FOR ALLOWABLE AND AUTHORIZATION

1.	1ART OT	ISPORT C	XL AND NA	AT UHAL G	iAS .			
Openior PRONGHORN MAI	•			2011	Well	-025-03	127	
Address			//×	مراتعم	1 30	-023-037	2/	
P.O. BOX 1772	HOBBS,	NM 88	241	het (Please exp	lala)	· 		
Resson(s) for Filing (Check proper bas) New Well	Charge la 71	nasporter of		,			MAY 0	L 1994
Recompletion Ci		nau 📙	U.	PERATOR	NAME	CHANGE	ONLY	
(Cabanda of annual salara annua		VICING	COMPANY	P.O.	BOX 1.7	72 HO	BBS, NE	88241
·	-,,,,,, 	7.2020			<u> </u>	72	<u> </u>	
II. DESCRIPTION OF WELL AND		ooi Name, Isciu	diag Pormetion	र्रहस्स्रम		OF LAME	.)	esm Na
STATE T (1499	1) 4	TOWNSEND	PERMO UI	PER PEN		/Federal on Fe	B-93	35
Location Unit Letter K	4620 _≠ ,	set Promi The	FSL L	188_ bes	5 p	est From The	EWI.	Une
	160					, ,		C-11-11-1
Section 06 Township	165 R	inge . 36)	<u>s , N</u>	мгм,	LRA			County
III. DESIGNATION OF TRANSPO			IRAL GAS			7		
Name of Authorized Transportage of Oil	or Condeans	る四分	Address (Giv	e oddress to w	uch approved	s copy of this f	orm 11 to 54 34	n)
Name of Authorized Transporter of Carlinghese		57 04 (2)		e address to wh	ich opproved	copy of this f	orm is to be sei	ns)
Warren Tern Pin		7 1/25//	la gas actuall	v connected?	When	. 7		
die parties of traff	ii_							
IN BO DO AND MINING	ay other lease or poo	, give comming	ling order sumi	MII				
&r <u></u>	Oil Well	Gas Wall	New Well	Workover	Deepen	Plug Back	Same Rei'v	DIT Res'y
TRNSP. 0 -TRNSP. 0 -TRNSP. 0 -TRNSP. 0 -TRNSP. 1	Compl. Ready to Pro	<u> </u>	Tout Depth			P.B.T.D.		<u> </u>
NO. 06	Compa Reso, to Fre			·		7.5.1.5.		
	of Producting Forms	राज्य .	Top DIVUS P	y		Tubing Dept	K	
	,					Depth Caris	Shot	
- lata blo	TUBINO, CA	CINIC AND	CELVENTIN	O PECOPI				
S 5/2 = 300 = = = = = = = = = = = = = = = = =	CASING & TUBIN			DEPTH SET		S	AGKS CEME	NT
- 11 022 1-								
-	R ALLOWADI	10						
ir recovery	of local volume of la	it id oil and must i	be equal to or e	zzeed lóp ellen	able for this	depth or be-fo	r full 24 hours.	<u>. </u>
Date	of Test	•	Producing Met	hod (Flow, pur	p, zas lýt, si	e*)		
Tubia	Pressure		Casing Pressure		}	Choke Size		
المالية المالية	1510		Water - Bbls			Ou- MCF	<u></u>	
			·				`	<u> </u>
M								
Longth	CK Tool		libis. Condeaus	WHIMCF		Quantity of Con	ocazate	
Twolay	Pressure (Shut-ia)	·····	ALIDE Pressure	(Shul-la); .	 ;	Choke 5 Ize		
THE APPLE	0E CO) EL L	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,						
hereby certify that the full and regulations of	OF COMPLIA the Oil Conservation))	, OI	L CONS	SERVA	TION D	IVISION	1
Division have been complied with and that the i	aformation sives sho	ye				MAY	20 1994	
·	•	· .	Dale A	pproved				
Signature Company 1100		By Drig. Signed by						
SHERRY WADE	PRODUCTION Title	CLERK	Geologist					
	(505) 392-	5516	Title					
	Telephone	~~∭						

INSTRUCTIONS: This form is to be filed in compliance with Rule 1104

INSTRUCTIONS: This form is to be filed in compliance with Rule 1104

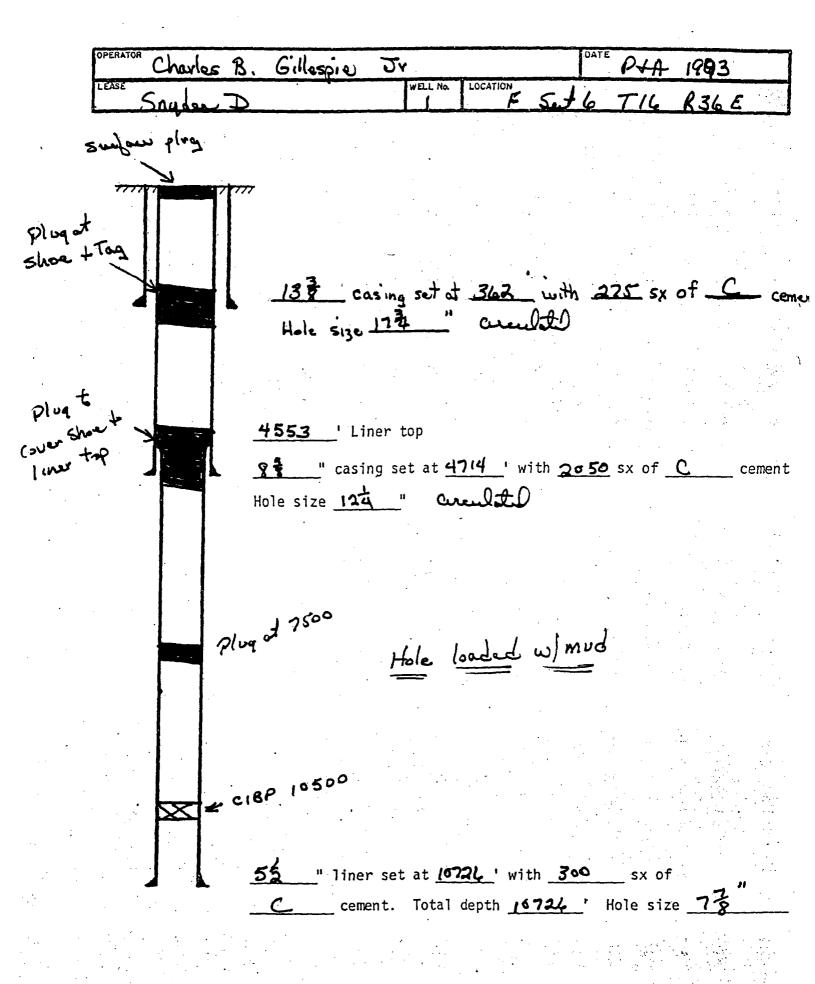
1) Request for allowable for newly drilled or deepened well must be accompanied by tabulation of deviation tests taken in accordance with Rule 111.

2) All sections of this form must be filled out for allowable on new and recompleted wells.

Submic 3 Copies to Approvine District Office	State of New Me Energy, Minerals and Natural Re		Form C-103 Revised 1-1-89
DISTRICT I P.O. Box 1980, Hobbs, NM 88240	OIL CONSERVATIO P.O. Box 208	38	WELL API NO. 30-025-03731
P.O. Drawer DD, Artesia, NM 88210	Santa Fe, New Mexico	87504-2088	5. Indicate Type of Lease
DISTRICT III 1000 Rio Brazos Rd., Azzec, NM 87410	JU	N 27 1994	STATE STATE Oil & Gas Lesse No.
(DO NOT USE THIS FORM FOR PRO DIFFERENT RESER (FORM C-	CES AND REPORTS ON WEL POSALS TO DRILL OR TO DEEPEN VOIR. USE "APPLICATION FOR PEI 101) FOR SUCH PROPOSALS.)	OR PLUG BACK TO A	7. Lesse Name or Unit Agreement Name
1. Type of Well: OR. GAS WELL KOCK WELL	OTT-E29A		Snyder "D"
2. Name of Operator CHARLES B GILLESPIE	JR.		8. Well No.
3. Address of Operator	, Tx. 79702		9. Pool name or Wildcat Townsend Perm & Upper Penn
	Feet From The North	Line and1916	Feet From The West Line
Section 6	10. Elevation (Show whather	DF, RKB, RT, GR, etc.)	NMPM Lea County
11. Check	Appropriate Box to Indicate 1		eport, or Other Data
NOTICE OF INT	ENTION TO:	SUB	SEQUENT REPORT OF:
PERFORM REMEDIAL WORK	PLUG AND ABANDON	REMEDIAL WORK	ALTERING CASING
TEMPORARILY ABANDON	CHANGE PLANS	COMMENCE DRILLING	OPNS. PLUG AND ABANDONMENT
PULL OR ALTER CASING	•	CASING TEST AND CE	MENT JOB
OTHER:		OTHER:	
12. Describe Proposed or Completed Operational) SEE RULE 1103.			ling enimated date of starting any proposed
 (1) 5½ CIBP was set @ (2) Load hole w/mud (3) Spot 25 sks cement 	10,500 in 1991	9.00.93	
(4) Spot 60 sks cement Tag plug @ 4545',	plug @ 4,764' to cover added 20 sks cement to	bring cement pl	
	plug @ 412', W.O.C., to plug @ surf, set P&A to		

1 hereby certify that the information shows in true and complete to the best of my knowledge and belief. SECHNATURE TITLE	DATE
TYPE OR PRINT NAME	TELEPHONE NO.

DOTAGE



New Mexico Office of the State Engineer Well Reports and Downloads

Township: 16S	Range: 36E	Sections: 6							
NAD27 X:	Y:	Zone:	×	Search Radius:					
County:	Basin:	X	Number:	Suffix:					
Owner Name: (First)	(Last)			C Non-Domestic C Domestic C All					
Well-Surface Date-Report Avg Depth to Water Report Water Column Report									
Clear Form: WATERS Menu Help									

AVERAGE DEPTH OF WATER REPORT 02/27/2002

 Bsn
 Tws
 Rng Sec
 Zone
 X
 Y Wells
 Min
 Max
 Avg

 L
 16S
 36E
 06
 20
 40
 65
 56

Record Count: 20

865 86				
Well / Surface Data Repor	Owner Name: (First)	County:	NAD27 X:	Towns
	st)	Basin:	×	Township: 16S
АV Olear Forti	(Last)	Đ.	X.	Range: 36E
Avg Depth to Water Report			Zone:	Sections: 6
el Report Menu H	7	Number	S _C	
м Help	C Non-Domestic C D	Suffix:	Search Radius:	
iter column Report	C Domestic All			

WELL / SURFACE DATA REPORT 02/27/2002

Record Count: 25	L 11149	L 10752	L 10733	L 10705	L 10657	L 10628	L 10577	L 10024	L 09962	L 08466	L 07430	L 07313	L 07187	L 07110	L 06206		7 03867		L 03797		L 03773		L 03697		T OSTON	JON BITTE ON	70 011	
t: 25	DOM:	PRO	PRO	PRO	PRO	D N	DOM M	DOM M	₽ 2	DOX	DOX	D04	DO X	DOM.	8		280	,	DOM M	!	PRO	!	PRO	!	PRO	0	d	
	3 CARROLL W. BELLAH	O GILLESPIE OIL COMPANY	O PATTERSON DRILLING COMPANY	O CHARLES B JR GILLESPIE	0 CHESAPEAKE OPERATING	3 LITTLE BILLY E AND MARSHA R	3 ORBIT ENTERPRISES INC	3 LUPE F. MORENO	3 JOSE M. MORENO	3 EMPIRE DIRLLING COMPANY	3 GILBERT ARREOLA	3 LARRY L. WHITE	3 LARRY WHITE	3 MELVIN J. DICKERSON	3 CLARENCE EUGENE LUCE		3 FIRST BLACK STOCK		3 W.M. SNYDER		3 CACTUS DRILLING CORP.		3 CACTUS DRILLING CORP.		3 WARREN & BRADSHAW EXPLORATION		The Post of the	
	L 11149	7 10789	1 10687	L 10705	L 10657	L 10628	L 10577	L 10024	L 09962	L 08466	L 07430	L 07313	L 07187	L 07110	L 06206	L 03862 APPRO	L 03862	L 03797 APPRO EXP	L 03797	L 03773 APPRO	L 03773	L 03697 APPRO	L 03697	L 03104 APPRO	N L 03104	Well Number		(qua
	Shallow	MOTTRUE	ch > 1 1	1	Shallow	Shallow	Shallow	Shallow	Shallow	Shallow	Shallow	Shallow	Shallow	Shallow	Shallow	Shallow	Shallow			Shallow	Shallow	Shallow	Shallow	Shallow	Shallow	Source	(quarters are	(quarters are
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	36E 06 3 1 1								9 (06	06		06	90	90									36E 06 1	06 1	9 Sec 9	st to smallest	1=NW 2=NE 3=SW 4=SE)
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PHONE (505) 393-2326 • 101 E. MARLAND • HOBBS, NM 88240

ANALYTICAL RESULTS FOR EDDIE SEAY CONSULTING ATTN: EDDIE SEAY 601 W. ILLINOIS HOBBS, NM 88242 FAX TO:

Receiving Date: 02/27/02 Reporting Date: 03/01/02 Project Number: NOT GIVEN Project Name: WATSON 6

LAB NUMBER SAMPLE ID

Project Location: LOVINGTON, NM

Sampling Date: 02/27/02

Sample Type: GROUNDWATER
Sample Condition: COOL & INTACT

TDS

(ma/L)

Sample Received By: BC

Analyzed By: HM

Conductivity

(umhos/cm)

LAB NUMBER SAMPLE ID	P-Alkalinity (mg/L)	T-Alkalinity (mg/L)	Hardness (mg/L)	Chloride (mg/L)	Sulfates (mg/L)	pH (s.u.)
ANALYSIS DATE	02/28/02	02/28/02	02/28/02	02/28/02	02/28/02	02/28/02
H6551-1 SECT 6 MILL	0	173	240	48	80	7.51
Quality Control	NR	NR	48	1040	52.66	7.08
True Value QC	NR	NR	50	1000	50.00	7.00
% Accuracy	NR	NR	96.0	104	105	101
Relative Percent Difference	NR	NR	1.2	2.0	0.6	0.1
METHODS: EPA 600/4-79-02	 -	- 1	130.2	325.3	375.4	150.1
Standard Method	2320 B	2320 B	-	-	-	-

Bicarbonates

(mg/L)

		(3 -)	(3/	(J. –)	,,	(··· 3 ·=
ANALYSIS DA	ATE .	02/28/02	02/28/02	02/28/02	02/28/02	02/28/02
H6551-1	SECT 6 MILL	0	.0	211	621	427
Quality Contro		NR	NR	975	1489	NR
True Value QC		NR	NR	1000	1413	NR
% Accuracy		NR	NR	97.5	105	NR
Relative Perce	nt Difference	NR	NR	2.7	0.3	5.1

Carbonates

(mq/L)

Hydroxides

(ma/L)

 METHODS:
 EPA 600/4-79-02
 120.1
 160.1

 Standard Method
 2320 B
 2320 B
 2320 B

Chemist \

) oto

PLEASE NOTE: Liability and Demages. Cardinal's liability and client's exclusive remedy for any claim arising, whether based in contract or tori, shall be limited to the amount paid by client for analyses. At claims, including those for negligence and any other cause whetsoever shall be deemed waived unless made in writing and received by Cardinal within thirty (30) days after completion of the applicable service. In no event shall Cardinal be liable for incidental or consequential damages, including, without limitation, business interruptions, loss of use, or loss of profits incurred by client, its subsidiaries, affiliates or successors arising out of or related to the performance of services hereunder by Cardinal, regardless of whether such claim is based upon any of the above-stated reasons or otherwise.

	POOL	LOCATION	CHLORIDES
7)	Dean Permo Pennsylvanian	5-16-37	44,730
	Dean Devonian	35-15-36	19,525
	Denton Wolfcamp	. \2-15-37	37,275
	Denton Devonian	₹26-14-37	37,062
	South Denton Wolfcamp	26-15-37	54,315
	South Denton Devonian	36-15-37	34,080
	Medicine Rock Devonian	15-15-38	.39,760
	Little Lucky Lake Devonian	29-15-30	23,288
	Wantz Abo	26-21-37	132,770
	Crosby Devonian	\18-25-37	58,220
	Scarborough Yates Seven Rivers	7-26-37	3,443 (Recf)
	Teague Simpson	34-23-37	114,665
	Teague Ellenburger	34-23-37	120,345
	Rhodes Yates Seven Rivers	27-26-37	144,485
*	House San Andres	11-20-38	93,365
	House Drinkard	12-20-38	49,700
	South Leonard Queen	24-26-37	115,375
	Elliott Abo	▲8-21-38	55,380
	Scharb Bone Springs	5-19-35	30,601
	EK Queen	13-18-34	41,890
	East EK Queen	122-18-34	179,630
	Maljamar Grayburg San Andres	>22-17-32	46,079
	Maljamar Paddock	27-17-32	115,375
	Maljamar Devonian	22-17-32	25,418
	Salt Lake Yates	7-20-33	6,781 (Reef)
	Teas Yates Seven Rivers	11-20-33	22,152 (Reef?)

POOL	LOCATION	CHLORIDES
North Justis Montoya	\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\	45,440
North Justis McKee	2-25-37	58,220
North Justis Fusselman	2-25-37	68,533
North Justis Ellenburger	2-25-37	34,151
Fowler Blinebry	22-24-37	116,085
Skaggs Grayburg	18-20-38	84,845
Warren McĶee	18-20-38	85,910
Warren Abo	19-20-39	91,600
DK Drinkard	30-20-39	106,855
Littman San Andres	8-21-38	38,695
East Hobbs Grayburg	29-18-39	6,461
Malfway Yates	16-20-32	14,768
Arkansas Junction San Andres	12-18-36	7,171
Pearl Queen	28-19-35	114,310
Midway Abo	17-17-37	36,494
Lovington Abo	31-16-37	22,933
Lovington San Andres	3-16-37	4,899
Lovington Paddock	> 31-16-37	93,720
West Lovington San Andres		65,320
Mesa Queen	17-16-32	172,530
Kemnitz Wolfcamp	27-16-34	49,345
Hume Queen	9-16-34	124,960
Anderson Ranch Wolfcamp	2-16-32	11,040
Anderson Ranch Devonian	11-16-32	25,702
Anderson Ranch Unit	-11-16-32	23,785
Caudill Devonian	√9-15-36	20,874
Townsend Wolfcamp	6-16-36	38,695



Northwestern New Mexico

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

T. Anh	ıy	1914.0 T.	Canyon	T. Ojc	Alamo	T. Pen	n. "B"
T. Sali	<u> </u>	2038.0 T.	Strawn114	<u>436.0</u> T. Kirl	land-Fru	itland T. Pen	n. "C"
B. Sali	t	T.	Atoka 116	<u>542.0</u> T. Pic	tured Cli	ffs T. Pen	n. "D"
T. Yate	es	3117.0 T.	Miss	T. Clif	f House	itland T. Pen ffs T. Pen T. Lea T. Mac	dville
T. 7 R	ivers _	T.	Devonian	T. Me	nefee _	T. Mad	lison
T. Que	en	/.	Silurian	1. Pol	ni Looko	out i. Eibe	en
T. Gra	yburg _	T.	Montoya	T. Ma	ncos	T. McC	Cracken
T. San	Andres	4668.0 T.	Simpson	T. Gal	lup		icio Otzte
T. Glo	rieta _	6224.0 T.	McKee	Base	Greenho	T. Gra	nite
T. Pad	dock _	T.	Ellenburger	T. Dal	cota	T	
T. Blin	ebry	T.	Gr. Wash	T. Moi	тison	T,	
I. IUD		7488.0 1.	Delaware Sand	1, 100	IIIO		
T. Drin	kard _	T.	Bone Springs	T. Ent	rada	T	
T. Abo		<u>8218.0</u> T.		T. Wir	gate	T	·····
T. Wol	fcamp _	9689.0 T.		T. Chi	nle	T	
T. Pen	n	Т.		T. Per	main	T	
T. Cisc	O (Bougi	h C) T.		T. Per	ın. "A" _	T T	
			OIL OR GAS	SANDS O	R ZONE	S	
No. 1,	from 11	452 to	11477	No.	3, from	to	,
No. 2,	from	to	******* ***** ******	No.	4, from	to	
			IMPORTA				
include	data o	n rate of water	inflow and elevation	to which v	vater ros		
			inflow and elevation			e in hole.	
No. 1,	from	******	to		fe	e in hole. eet	
No. 1, 1 No. 2, 1	from from		to to		fe	e in hole. eet eet	•••••
No. 1, 1 No. 2, 1	from		to to to		fe	e in hole. eet eet eet	•••••
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LIST OF LANDOWNERS & OFFSET OPERATORS

LANDOWNER

State Land Office 310 Old Santa Fe Trail Box 1148 Santa Fe, NM 87504-1148

OFFSET OPERATORS

Chesapeake Operating, Inc. P.O. Box 18496 Oklahoma City, OK 73154-0496

Charles B. Gillespie, Jr. Box 8, 500 W. Texas, Ste. 890 Midland, TX 79701

Pronghorn Management Corporation Box 1772 Hobbs, NM 88241

Energen Resources Corporation 2198 Bloomfield Hwy. Farmington, NM 87402

LEGAL NOTICE

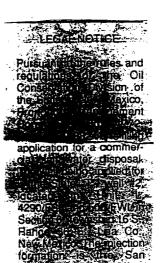
Pursuant to the rules and regulations of the Oil Conservation Division of the State of New Mexico, Pronghorn Management Corp., P.O. Box 1772, Hobbs, NM 88241, is filing application for a commercial salt water disposal. The well being applied for is the State "T", well #2, located in Unit L, 4290/FSL and 500/FWL in Section 6, Township 16 S., Range 36 E., Lea Co., New Mexico. The injection formation is the San Andres and Glorietta from 6000' to 6200' below the surface. Expected maximum rate of injection will be 1500 bls. per day and the expected maximum injection pressure will be 1000 psi. Any questions about the application can be directed to Eddie W. Seay, (505)392-2236, or any objections or request for hearing must be directed to the Oil Conservation Division, (505)476-3440, Box 6429, 1220 South Saint Francis Drive, Santa Fe, New Mexico 87504, within fifteen (15) days.

Affidavit of Publication

STATE OF NEW MEXICO)
) ss.
COUNTY OF LEA)
Joyce Clemens being first duly sworn says that she is Advertisting Director DAILY LEADER, a daily newspaper of tion published in the English language County, New Mexico; that said newspatished in such county continuously and period in excess of Twenty-six (26) comprior to the first publication of the notice hereinafter shown; and that said newspatished up qualified to publish legal notices of Chapter 167 of the 1937 Session Law Mexico.	of THE LOVINGTON if general paid circula- ge at Lovington, Lead per has been so pub- different uninterruptedly for a insecutive weeks next be hereto attached as spaper is in all things within the meaning of
That the notice which is hereto attache	ed, entitled
Legal Notice	
was published in a regular and entire	e issue of THE LOV-
INGTON DAILY LEADER and not in a	iny supplement there-
cf, for <u>one (1) day</u> , begin	ning with the issue of
March 26, 2002 and	ending with the issue
cf March 26	, 2002.
And that the cost of publishing said not \$18.68 which sum Court Costs.	has been (Paid) as
Subscribed and swom to before me the March 2002	
$I(A \mid D \mid U \mid U \mid A) \longrightarrow A \cap U \mid U \mid A$	a

Debbie Schilling

Notary Public, Lea County, New Mexico My Commission Expires June 22, 2002



6000 to 6200 below the surface. Expected maximum rate of injection will be 1500 bis per day and the expected maximum injection pressure will be 1000 psi. Any questions about the application can be directed to Eddie W. Seay. (505) 392-2236, or any objections or request for hearing must be directed to the Oil Conservation Division, (505) 476-3440, Box 6429, 1220 South Saint Francis Drive, Santa Fe, New Mexico 87504, within-fifteer (15) days.

Published in the Lovington Daily Leader March 26, 2002.

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Submit 3 Copies To Appropriate District State of New Mexico	Form C-103
Listrict I: Energy, Minerals and Natural Resources	Revised March 25, 1999
District II	WELL API NO. 30-025-03734
1301 W. Grand Ave., Artesia, NM 88210 OIL CONSERVATION DIVISION 1000 Grand St. Francis D.	5. Indicate Type of Lease
District III 1220 South St. Francis Dr. 1000 Rio Brazos Rd., Aztec, NM 87410	STATE X FEE
District IV Santa Fe, NIVI 87303	6. State Oil & Gas Lease No.
, 1220 S. St. Francis Dr., Santa Fe, NM 8.7505	E9335-5
SUNDRY NOTICES AND REPORTS ON WELLS	7. Lease Name or Unit Agreement Name:
(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.)	STATE "T"
Type of Well:	
Oil Well X Gas Well Other	8. Well No.
2. Name of Operator Pronghorn Management Corporation	1
3. Address of Operator P. O. Box 1772 Hobbs, NM 88241	9. Pool name or Wildcat Townsend Permo Upper Penn
4. Well Location	
Unit Lette: M : 2970 feet from the South line and 330 feet from the West line	
Section 6 Township16S Range 36E	NMPM Lea County
10. Elevation (Show whether DR, RKB, RT, GR, etc.) 3965 RKB	
11. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data	
	REPORT OF CENT DEPORT OF
NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WORK ALTERING CASING	
PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WORK ALTERING CASING	
TEMPORARILY ABANDON CHANGE PLANS COMMENCE DRILLING OPNS. PLUG'AND ABANDONMENT	
PULL OR ALTER CASING MULTIPLE	
COMPLETION CEMENT JOB	
OTHER:	2 - 1 VI (35)
12. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date or starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompilation. 1. Set CIBP @ 10,100'. Cap w/ 35' cement. 2. Circulate hole with mud laden fluid. 3. Nipple up to 5 1/2" casing. Stretch, cut and pull 5459' casing. 4. Spot cement plug 50' in and out of stub. WOC and tag 5407'. 5. Spot 100 cement plug @ Int. csg. shoe. WOC and tag @ 4675'. 6. Spot 100' cement plug @ Top of Salt. WOC & tag @ 1925'.	
recompilation.	
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6. Spot 100' cement plug @ Top of Salt. WOC & tag @ 192) OCD 07
7. Spot 100' cement plug @ 13 3/8" shoe. WOC & tag @ 24 8. Spot 10 sx. surface plug.	
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	and helief
hereby certify that the information above is true and complete to the best of my knowledge and belief.	
SIGNATURE MANUEL TITLE Partner	DATE 12/11/02
Type or print name G. A. Baber	Telephone No.05-393-9176
Grand Standard Standard Standard	MOTODO HE
GARY W. WINK	STAFF MANAGER HITCH
APPPROVED BY AND APPROVED BY AND APPROVED BY APPROVED	
Conditions of approval, if any: Prongho Case No	n Exhibit 2 12905

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Naburat 3 Copies o Appropriate Naturat Office	State of New Mexico Energy, Minerals and Natural Resource	s Department		Form C-103 Revised 1-1-19
DISTRICT! -Q. Box 1980, House, NM 88240	OIL CONSERVATION DIVISION		WELL API NO. 30-025-037	
USTRICT II A. Drawer DD. Asteria, NM 88210	Sanra Fe. New Mexico, 87504-2088			***
USTRICT III		STATE A PER		
000 Rio Brasos Rd., Artec, NM 87410	6. Sinto Oil & Gas Losse No. E 9335-S			
DO NOT USE THIS FORM FOR PR DIFFERENT RESE (FORM)	TICES AND REPORTS ON WELLS POPOSALS TO DRILL OR TO DEEPEN OR PL ERVOIR. USE "APPLICATION FOR PERMIT" C-101) FOR SUCH PROPOSALS.)	UG BACK TO A	7. Lease Name or Uni	, Agreement Name
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TYPE OR PRINT NAME

RAYMOND MALDONADO

THE PRINT NAME

RAYMOND MALDONADO

COMPLIANCE OFFICER

COMPLIANCE OFFICER

JAN 0 3 2003

CONDITIONS OF AFFROYAL IF ANTE

Submit 3 Copies To Appropriate District Office.	State of New Me Energy, Minerals and Natu		Form C-103 Revised March 25, 1999		
District I 1625 N. French Dr., Hobbs, NM 88240	Elicigy, willicials and Ivalu	WELL	API NO.		
District II 1301 W. Grand Ave., Artesia, NM 88210	OIL CONSERVATION	DIVIDION 5 Ind	-025-03737 icate Type of Lease		
District III 1000 Rio Brazos Rd., Aztec, NM 87410	1220 South St. Fran	icis Dr.	STATE X FEE		
District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505	Santa Fe, NM 87		ate Oil & Gas Lease No. 9335-5		
SUNDRY NOTIC (DO NOT USE THIS FORM FOR PROPOS DIFFERENT RESERVOIR. USE "APPLIC PROPOSALS.) 1. Type of Well:	CES AND REPORTS ON WELLS ALS TO DRILL OR TO DEEPEN OR PLU ATION FOR PERMIT— (FORM C-101) FO	JG BACK TO A	se Name or Unit Agreement Name:		
Oil Well Gas Well 2. Name of Operator	Other	8. We	II No		
Pronghorn Mgt. Corp.			4		
	NM 88241		ol name or Wildcat and Permo Upper Penn		
4. Well Location		·			
Unit Letter K :	4620 feet from the South	line and 1885	feet from the West line		
Section 6			A Lea County		
	10. Elevation (Show whether DI 3958)	R, RKB, RT, GR, etc.)			
11. Check A	ppropriate Box to Indicate N	ature of Notice, Report	or Other Data		
NOTICE OF IN	TENTION TO: PLUG AND ABANDON:	SUBSEQU REMEDIAL WORK	ENT REPORT OF: ALTERING CASING		
TEMPORARILY ABANDON	CHANGE PLANS	COMMENCE DRILLING (
PULL OR ALTER CASING	MULTIPLE [] COMPLETION	CASING TEST AND CEMENT JOB	ABANDONMENT		
OTHER:		OTHER:			
	l operations. (Clearly state all perti ERULE 1103. For Multiple Com		2093031		
1. Circulate hole with mud laden fluid. POOH with tubing. 2. Nipple up to 5½" casing. Stretch, cut and pull 5501' casing. 3. Spot cement plug 50' in and out of stub. WOC - tag @ 5450'. 4. Spot 100' cement plug @ intermediate casing shoe. WOC - tag @ 4699 %. 5. Spot 100' cement plug @ top of salt. WOC and tag @ 1920'. 6. Nipple up to 8 5/8" casing. Stretch, cut, and pull 503' casing. 7. Spot cement plug 50' in and out of stub. WOC - Tag @ 450'. 8. Spot 100' cement plug @ 13 3/8" shoe. WOC tag @ 325'. 9. Spot 10 sx surface plug. Erect dry hole marker. Clean location.					
I hereby certify that the information	above is true and complete to the b	est of my knowledge and b	elief.		
SIGNATURE MANUELLA	TITLE	PARTNER	DATE 12/11/02		
Type or print name Guy A.	Baber		Telephone No.505-393-9176		
(This space for State use)	ORIGINAL SIGNED BY				
APPPROVED BY	GARY W. WINTETLE OC FIELD REPRESENTA	TIVE II/STAFF MANAGE	DAN 0 3 2003		
Conditions of approval, if any:	OC HELD KEI KEEL				

30528

WARRANTY DEED

	o and Adelaida P. Moreno, husband and wi
	, for consideration paid, grant s
Gandy Corporation	
hose address is POB 827, Tatum, NM	1 88267
ne following described real estate in	Leacounty, New Mexico:
The surface estate only Description:	to:
of Lot 12, Section 6, To	d situated in the N_2^1 of the W_2^1 of the S_2^1 ownship 16 South, Range 36 East, N.M.P.M. nd being particularly described as follow
which lies 50.0 feet, more the Nawasa of lot 12; The Nawasa of Lot 12,150.0 for the to the east line of the Then easterly parable to	the south line of the Nawas of Lot 12 re or less, west from the southwest corner hen Westerly along the south line of the feet, more or less. Then northerly parall Nawas of Lot 12, 290.4 feet, more or less the south line of the Nawas of Lot 12, s. Then southerly 290.4 feet, more or less ng.
•	
November 19 200	
	(Se
TATE OF NEW MENIOO	adelaida F. Moresto (se
TATE OF NEW MEXICO,	Adelaida P. Moreno
The foregoing instrument was acknowledge	ed before me this 10th day of 100.
HOTARY A Mano	adelaide P. moreno
My Commission expires (1)	2003. Sammy K- Johnson Notary Aublic
STATE OF NEW MEXICO, County of Lea	Records of Deads of said County.
I hereby certify that this instrument was	County Clerk
record on the	day of Rec. Fees, \$
November 2 in	
at 11:58 o'clock A M., androiny re	coorded in section to
Book Page 235, 7	of of



Lynda F. Townsend, CPL/ESA

Landman

October 22, 2002

Mr. G. A. Baber 1022 W. Broadway Hobbs, NM 88240

RE:

Pronghorn Management, State T #2

SWDW, Section 6-16S-36E Lea County, New Mexico

Dear Mr. Baber:

Pursuant to our recent telephone conversations, please be advised that Chesapeake Operating, Inc. has no objections to the captioned salt water disposal well and your permit to dispose into the San Andres and Glorietta formations.

Please give me a call if you need anything further.

Very truly yours,

CHESAPEAKE OPERATING, INC.

Lyndå F. Townsend

Pronghorn Exhibit 4 Case No. 12905

State 'T' SWD Hearing Proposed Outline of Testimony

- There are 16 wellbores in Section 6, T-16S, R-36E, that penetrate the San Andres and Glorietta formations. All completions in the section were deeper horizons. No production has been reported in the section from either interval.
- There are 19 wellbores in Section 1, T-16S, R-35E, (offsets the proposed injection location to the west) that penetrate the San Andres and Glorietta formations. All completions in the section were deeper horizons. No production could be located for either the San Andres or Glorietta.
- Scout tickets report a total of 20 completions or attempts in Section 6. No tests were reported in any wellbore, either during the drilling of the well or subsequent workovers, in either the San Andres or Glorietta. Test methods commonly reported on scout tickets include DSTs, cores, and production perforations.
- Scout tickets report a total of 22 completions or attempts in Section 1. Again, no tests of any nature were reported in either the San Andres or Glorietta.
- Formation water resistivities for the San Andres and Glorietta formations were obtained as an average of seven samples from the San Andres and four samples from the Glorietta. These averages yielded a 0.165 ohm San Andres and a 0.085 ohm Glorietta water resistivity with both corrected to bottom-hole temperature.
- The State "T' No. 2 well was not logged with any instrument that would directly measure porosity. Two sections of permeable rock appear to be present in this well in the interval proposed for injection, 6192'-6244' and 6290'-6316'. Formation water saturations were calculated using a very optimistic estimate of 18% porosity. In carbonate reservoirs, formation water saturation is inversely proportional to the square of porosity, so the 18% estimate should yield a very optimistic (read low) estimate of the water saturation. These calculations indicate Sw of 98% in the upper permeable interval and 62% in the lower. Both of these values are too high to yield commercial production.
- One modern log suite was available on lease V-4886, the Watson 1-6 drilled by Chesapeake Operating in 1997 is a southeast offset to the proposed injection well. CNL/FDC logs indicate two zones of permeability in the proposed injection interval, 6146'-6184' and 6262'-6272'. This well was structurally 20+' downdip from the State 'T' No. 2. The logs show 8% porosity, 60 and 80 ohm resistivity, and 57% and 49% water saturation through the two sections. Again, both values too high to yield commercial production.
- A review of the TPOC records indicated that the upper permeable zone, the State 'T' No. 2 is not present in the State 'T' No. 1, one location south, or the Austral #3B, one location west.

• 5-10% dead oil stain was noted in the drilling samples for the State 'T' No. 2. No fluorescence or stain was noted in the drilling samples for the State 'T' No. 3, one location southeast. These are additional qualitative data points indicating that the zone is water bearing.

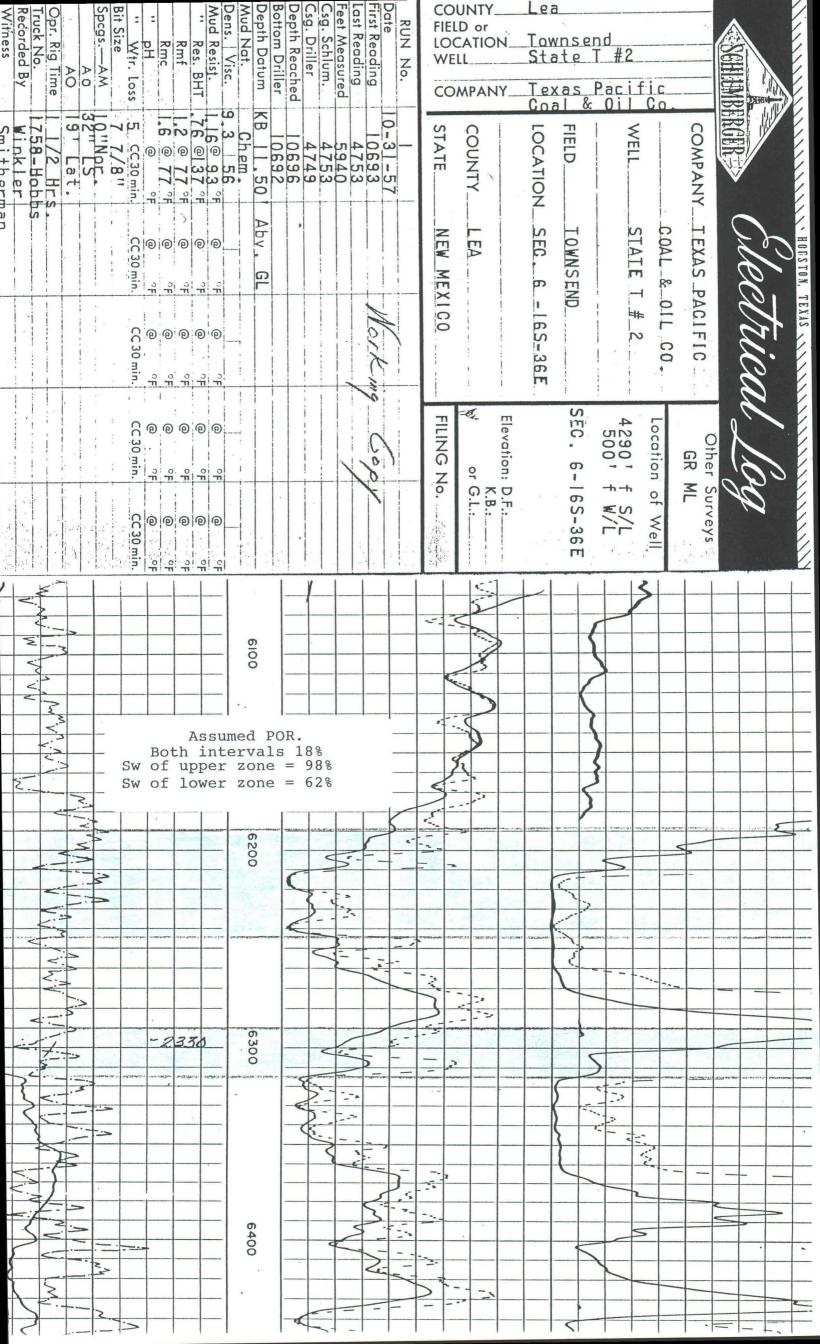
SUMMARY

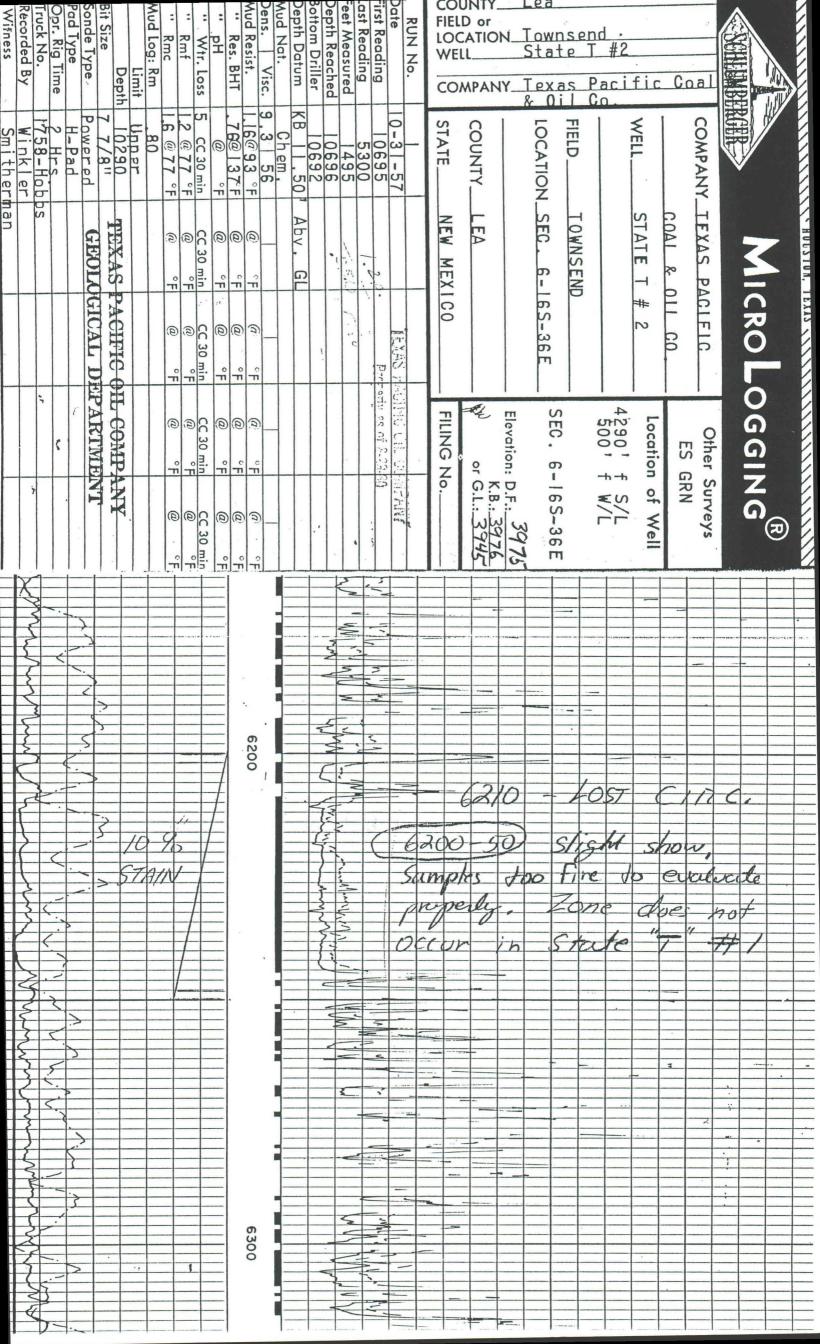
- 1. Of the 35 wellbores and 42 completions (or attempts) there were no tests and thus no production established from either the San Andres or the Glorietta.
- 2. Calculations from electric log data on two wells located on V-4886 all indicate that the San Andres and Glorietta will produce water in this area.
- 3. Qualitative evaluations by TPOC personnel (the original operator) indicate that the zones, where present, will be water bearing.

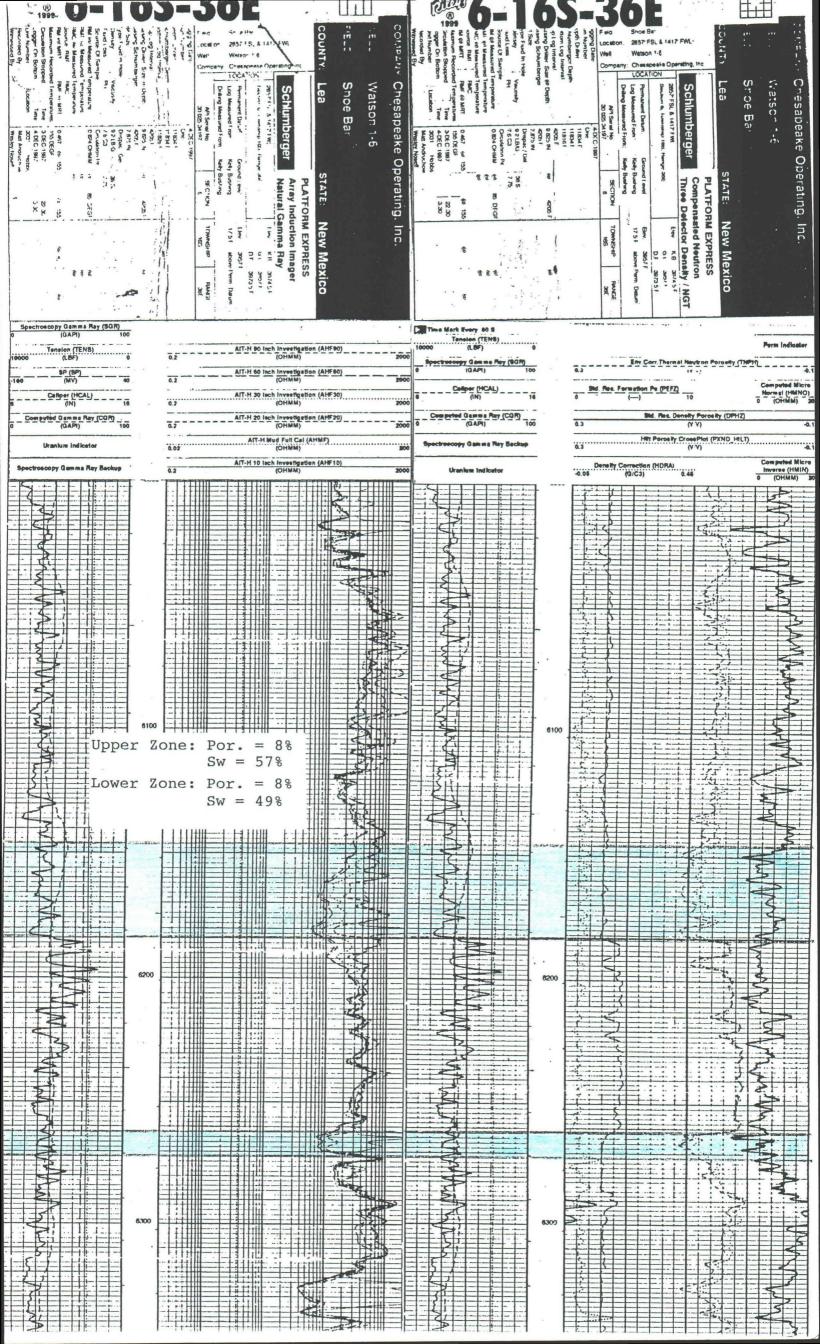
EXHIBITS

- 1. Ownership map showing review area,
- 2. State 'T' No. 2 Electric Log showing Sw calculations,
- 3. State 'T' No. 2 MicroLog detail showing zones of permiability, and
- 4. Watson 1-6 CNL/FDC and Array Induction Logs showing Sw calculations.

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Borneville Fuels, etc. 1	Sern Alston, etal, MI L. Monreith, S	Chesapeake Oper. ((memo of opt.) No Term	Dale James Macco	Love Comp Fig. 0	STATE OF THE STATE
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Lynx Petroleum Consultants, Inc.

P.O. Box 1708 3325 Enterprise Drive Hobbs, New Mexico 88241

505 392-6950

Fax: 505 392-7886

August 20, 2002

Mr. Guy Baber Pronghorn Management Corp. P.O. Box 1772 Hobbs, NM 88241

Re: Proposed San Andres SWD Operations

Dear Guy:

Per your request, I have calculated the water volumes required to sweep the south offset wellbore using the following assumptions:

- Reservoir height = 34 ft.
- 2. Reservoir porosity = 15 percent
- 3. All water currently contained in the reservoir is movable.
- 4. Distance to the south offset well is 1320 ft.

These numbers yield a total volume requirement of 4.97 million barrels or approximately 9 years of operation at 1500 barrels per day.

Your well was logged (electric logs) with conventional resistivity devices, but no direct measurement of porosity. Nevertheless, deep resistivities in the zone of interest run from 1 to 7.5 ohm which will yield water saturations approaching 100% with most any reasonable combination of formation water resistivity and porosity. The south offset well was reported by the original operator to be 29 feet downdip of your well, indicating that it too will be wet in the correlative zone.

Good luck with your application and don't hesitate to call if you have any additional questions.

Sincerely,

Marrif 2 Scott

MARKS AND GARNER PRODUCTION, LTD. CO.

OIL & GAS PRODUCTION

Phone (505) 396-5326 Fax (505) 396-3204 P.O. Box 70 - 1421 S. Love St. Lovington, New Mexico 88260

6-5-2002

RE: State T #2 S.W.D.

Proposal:

Gandy Corporation pays-

\$12,500.00 to Pronghorn Management Corporation \$12,500.00 to Marks and Garner Production, Ltd. Co.

Results in the following WI ownership-

Gandy Corporation----50% Pronghorn Management Corp-- 25% Marks and Garner----- 25%

Workover set forth in enclosed AFE begins ASAP.

On completion thru # 8 on AFE;

Gandy Corporation assumes 100% WI in exchange for 80% NRI in revenues from oil sold at the facility and fees charged for disposal. Pronghorn receives 10% NRI Marks and Garner 10% NRI

(OR)

Gandy corporation ownes 100%WI and 100% NRI in exchange for \$______ paid each to Pronghorn Management and Marks and Garner Prod.

Gandy Corporation

Pronghorn Management Corporation

Marks and Garner Production, Ltd. Co.

DATE

DATE