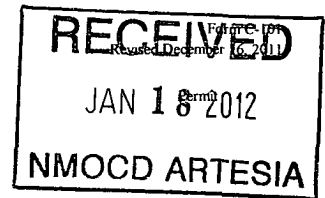


District I  
1625 N French Dr., Hobbs, NM 88240  
Phone (575) 393-6161 Fax (575) 393-0720  
District II  
811 S First St., Artesia, NM 88210  
Phone (575) 748-1283 Fax (575) 748-9720  
District III  
1000 Rio Brazos Road, Aztec, NM 87410  
Phone (505) 334-6178 Fax (505) 334-6170  
District IV  
1220 S St Francis Dr., Santa Fe, NM 87505  
Phone (505) 476-3460 Fax: (505) 476-3462

State of New Mexico  
Energy Minerals and Natural Resources  
Oil Conservation Division  
1220 South St. Francis Dr.  
Santa Fe, NM 87505



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

<sup>1</sup> Operator Name and Address <b>Ponderosa Petroleum Corporation P.O. Box 132, Roswell, NM 88202</b>		<sup>2</sup> OGRID Number <b>248481</b>
		<sup>3</sup> API Number <b>30-005-00268</b>
<sup>4</sup> Property Code <b>38699</b>	<sup>5</sup> Property Name <b>AM State</b>	<sup>6</sup> Well No <b>3</b>

**<sup>7</sup> Surface Location**

UL - Lot <b>L</b>	Section <b>11</b>	Township <b>11S</b>	Range <b>27E</b>	Lot Idn	Feet from <b>1650</b>	N/S Line <b>S</b>	Feet From <b>660</b>	E/W Line <b>W</b>	County <b>Chaves</b>
----------------------	----------------------	------------------------	---------------------	---------	--------------------------	----------------------	-------------------------	----------------------	-------------------------

**<sup>8</sup> Pool Information**

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**Additional Well Information**

<sup>9</sup> Work Type <b>E</b>	<sup>10</sup> Well Type <b>O</b>	<sup>11</sup> Cable/Rotary <b>R</b>	<sup>12</sup> Lease Type <b>S</b>	<sup>13</sup> Ground Level Elevation <b>3704</b>
<sup>14</sup> Multiple <b>N</b>	<sup>15</sup> Proposed Depth <b>1050</b>	<sup>16</sup> Formation <b>Queen</b>	<sup>17</sup> Contractor <b>WRH</b>	<sup>18</sup> Spud Date <b>2/1/2012</b>
Depth to Ground water		Distance from nearest fresh water well		Distance to nearest surface water

**<sup>19</sup> Proposed Casing and Cement Program**

Type	Hole Size	Casing Size	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	11	8 5/8	24	149	200	Surf.
Prod	6 3/4	4 1/2	9.5	1050	250	Surf.

**Casing/Cement Program: Additional Comments**

<b>Re-Entry - No additional Casing/Cementing Planned</b>
--

**Proposed Blowout Prevention Program**

Type	Working Pressure	Test Pressure	Manufacturer
<b>TYPE 81</b>	<b>3000</b>	<b>5000</b>	<b>TOWNSEND</b>

I hereby certify that the information given above is true and complete to the best of my knowledge and belief. I further certify that the drilling pit will be constructed according to NMOC D guidelines <input checked="" type="checkbox"/> , a general permit <input type="checkbox"/> , or an (attached) alternative OCD-approved plan <input type="checkbox"/> .		<b>OIL CONSERVATION DIVISION</b>	
Signature:		Approved By:	
Printed name: <b>Fred E. Pool, III</b>		Title:	
Title: <b>President</b>		Approved Date: <b>1/1/12</b> Expiration Date: <b>1/1/12</b>	
E-mail Address: <b>sspool@cableone.net</b>		Conditions of Approval Attached: <b>OUTDATED C-102</b>	
Date: <b>1/2/2012</b>	Phone: <b>575-623-4667</b>		

RECEIVED

FEB 10 1968 RM

FORM C-128  
Revised 5/1/57

# WELL LOCATION AND ACREAGE DEDICATION PLAT


**O.C.F.**

SEE INSTRUCTIONS FOR COMPLETING THIS FORM ON THE REVERSE SIDE

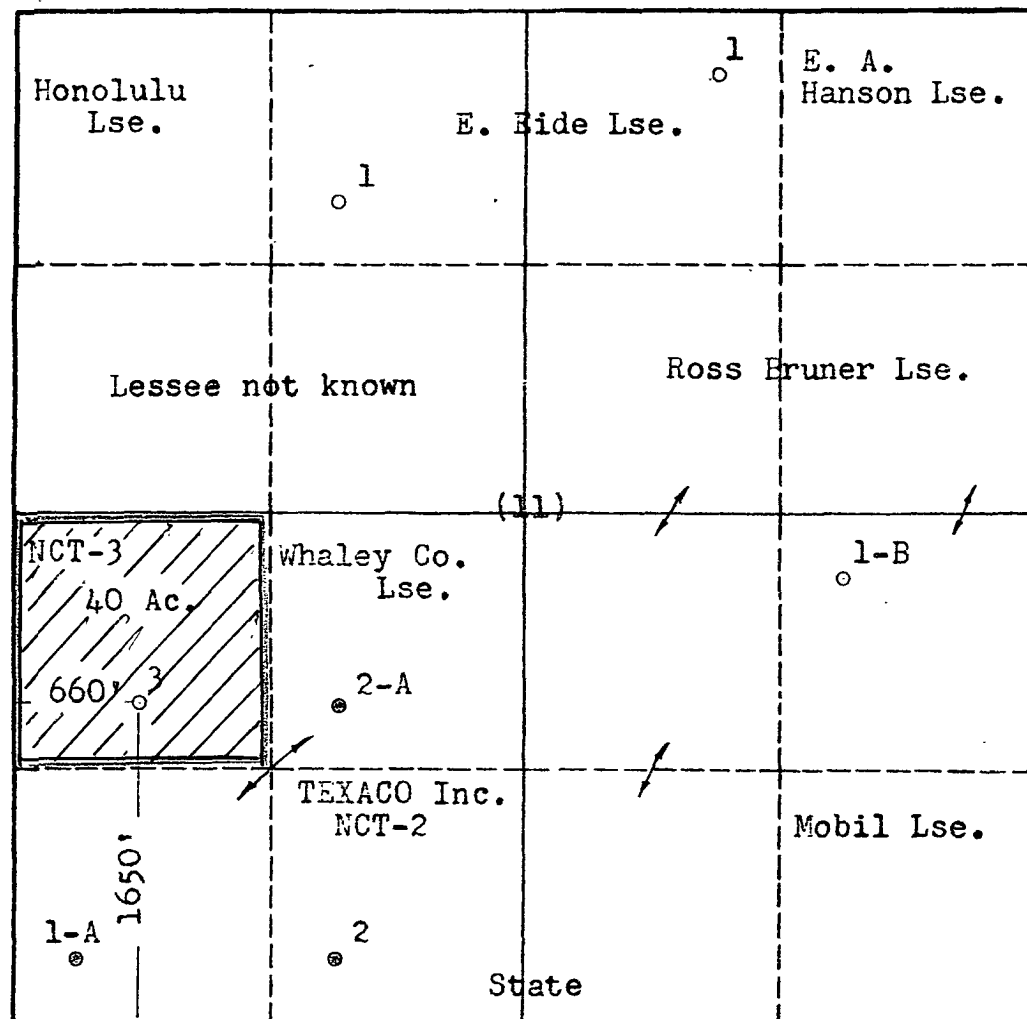
## SECTION A

Operator TEXACO Inc.		Lease State of New Mexico "AM"		Well No. 3
Unit Letter L	Section 11	Township 11 South	Range 27 East	County Chaves
Actual Footage Location of Well: 1650 feet from the South line and 660 feet from the West line Sec. 11				
Ground Level Elev. 3714	Producing Formation Penrose	Pool Coyote Queen		Dedicated Acreage: 40 Acres

1. Is the Operator the only owner in the dedicated acreage outlined on the plat below? YES X 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. (65-3-29 (e) NMSA 1935 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
	<div data-bbox="1099 791 1323 804" style="text-align: center;">  </div>

## 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  
T. G. Landwermeyer

Position  
Civil Engineer

Company  
TEXACO Inc.

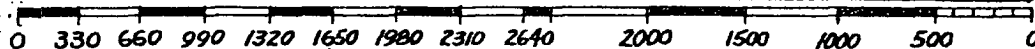
Date 2/8/60

I hereby certify that the well location shown on the plat in *SECTION B* 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 knowledge and belief.

Date Surveyed 2/6/60

Registered Professional Engineer  
and/or Land Surveyor

*E. Lindwormeyer*  
Certificate No. 17617



Submit 1 Copy To Appropriate District Office  
District I - (575) 393-6161  
1625 N. French Dr., Hobbs, NM 88240  
District II - (575) 748-1283  
811 S. First St., Artesia, NM 88210  
District III - (505) 334-6178  
1000 Rio Brazos Rd., Aztec, NM 87410  
District IV - (505) 476-3460  
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
Energy, Minerals and Natural Resources

Form C-103  
Revised August 1, 2011

OIL CONSERVATION DIVISION  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

WELL API NO. 30-005-00268	
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>	
6. State Oil & Gas Lease No. VB-1484	
7. Lease Name or Unit Agreement Name AM State	
8. Well Number 3	
9. OGRID Number 248481	
10. Pool name or Wildcat Coyote Queen	

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.)

1. Type of Well: Oil Well ☒ Gas Well ☐ Other

2. Name of Operator  
Ponderosa Petroleum Corporation

3. Address of Operator  
P.O. Box 132, Roswell, NM 88202

4. Well Location  
Unit Letter L : 1650 feet from the S line and 660 feet from the W line  
Section 11 Township 11S Range 27E NMPM Chaves County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)  
3704 GR

12. 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 ☐ MULTIPLE COMPL ☐  
DOWNHOLE COMMINGLE ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐  
COMMENCE DRILLING OPNS. ☐ P AND A ☐  
CASING/CEMENT JOB ☐

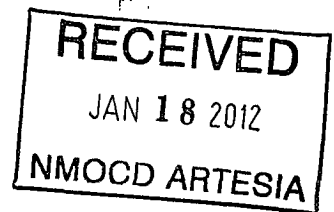
OTHER: Re-Enter ☒

OTHER: ☐

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

We propose to install a BOP on top of the existing 4 1/2" casing and then drill out the cement plugs and circulate the casing clean using a reverse unit and steel workover pit. We will then test the well for oil production.

C-144 submitted under separate cover.



Spud Date: 2/1/12

Rig Release Date: TBD

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

SIGNATURE [Signature] TITLE President DATE 1/2/12

Type or print name Fred F. Pool, III E-mail address: sspool@cablone.net PHONE: 575-623-4667  
**For State Use Only**

APPROVED BY: [Signature] TITLE [Signature] DATE 7/1  
Conditions of Approval (if any): 1

**DENIED**