

*Corrected
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BLM - CARLSBAD

OCD-ARTESIA

FORM APPROVED
OMB No. 1004-0136
Expires January 31, 2004

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

NO NOS

APPLICATION FOR PERMIT TO DRILL OR REENTER

1a. Type of Work: <input checked="" type="checkbox"/> DRILL <input type="checkbox"/> REENTER		5. Lease Serial No. NM-86542
1b. Type of Well: <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input checked="" type="checkbox"/> Single Zone <input type="checkbox"/> Multiple Zone		6. If Indian, Allottee or Tribe Name
2. Name of Operator Mewbourne Oil Company 14744		7. If Unit or CA Agreement, Name and No.
3a. Address PO Box 5270 Hobbs, NM 88240	3b. Phone No. (include area code) 505-393-5905	8. Lease Name and Well No. Dinero "20" Federal #1
4. Location of Well (Report location clearly and in accordance with any State requirements. *) At surface 990' FSL & 990' FEL At proposed prod. zone 990' FSL & 990' FEL		9. API Well No. <i>30-015-38222</i>
14. Distance in miles and direction from nearest town or post office* 7 miles SE Carlsbad, NM		10. Field and Pool, or Exploratory Dublin Ranch Morrow
15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) 660'		11. Sec., T., R., M., or Blk. and Survey or Area Sec 20-T22S-R28E
16. No. of Acres in lease 320	17. Spacing Unit dedicated to this well 320	12. County or Parish Eddy
18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. 1189'	19. Proposed Depth 12800'	13. State NM
20. BLM/BIA Bond No. on file NM-1693 Nationwide	21. Elevations (Show whether DF, KDB, RT, GL, etc.) 3065' GL	22. Approximate date work will start* January 24, 2004
23. Estimated duration 45 days		

RECEIVED

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CARLSBAD CONTROLLED WATER BASIN

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No.1, shall be attached to this form:

1. Well plat certified by a registered surveyor.
2. A Drilling Plan.
3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office).
4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).
5. Operator certification.
6. Such other site specific information and/or plans as may be required by the authorized officer.

25. Signature <i>[Signature]</i>	Name (Printed/Typed) NM Young	Date 12/29/03
Title Hobbs District Manager		
Approved by (Signature) <i>[Signature]</i>	Name (Printed/Typed) Joe G. Lara	Date 2/2/04
Title <i>Acting</i> FIELD MANAGER		
Office CARLSBAD FIELD OFFICE		

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, are attached.

APPROVAL FOR 1 YEAR

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make 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.

*(Instructions on reverse)

*Decal
12/31/03*

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

Witness Surface Casing