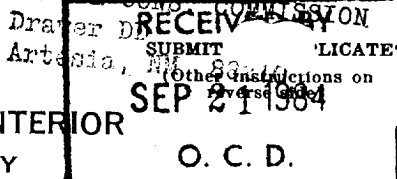


UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEYForm approved.
Budget Bureau No. 42-R1425.

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK

1a. TYPE OF WORK DRILL <input checked="" type="checkbox"/> Re-enter DEEPEN <input type="checkbox"/> PLUG BACK <input type="checkbox"/>		5. LEASE DESIGNATION AND SERIAL NO. NM-25862
b. TYPE OF WELL OIL WELL <input type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> OTHER <input type="checkbox"/> SINGLE ZONE <input checked="" type="checkbox"/> MULTIPLE ZONE <input type="checkbox"/>		6. IF INDIAN, ALLOTTEE OR TRIBE NAME
2. NAME OF OPERATOR McClellan Oil Corporation		7. UNIT AGREEMENT NAME
3. ADDRESS OF OPERATOR P.O. Drawer 730, Roswell, NM 88201		8. FARM OR LEASE NAME Toles Fed.
4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.)* At surface 1980' FNL & 660' FWL		9. WELL NO. 1
14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE* 14 miles northeast of Roswell, NM		10. FIELD AND POOL OR WILDCAT Pecos Slope Abo
15. DISTANCE FROM PROPOSED* LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. (Also to nearest drlg. unit line, if any) 660'		11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA Sec. 15-T8S-R23E
16. NO. OF ACRES IN LEASE 2560		12. COUNTY OR PARISH Chaves
17. NO. OF ACRES ASSIGNED TO THIS WELL 160		13. STATE NM
18. DISTANCE FROM PROPOSED LOCATION* TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT. None		20. ROTARY OR CABLE TOOLS Cable Tools
21. ELEVATIONS (Show whether DF, RT, GR, etc.) 3953' G.L.		22. APPROX. DATE WORK WILL START*

23. PROPOSED CASING AND CEMENTING PROGRAM

SIZE OF HOLE	SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	QUANTITY OF CEMENT
12"	10-3/4"	32#	796'	Unknown (but was cemented)
* 10"	8-5/8"	24#	900'	Set & Mudded in
7-7/8"	4-1/2"	10.5#	3300'	400 sx

*8-5/8" will be set only if water is encountered.

Propose to re-enter the original John F. White, No. 1 Keys Federal, P & A 2/17/54. Will clean out old hole to 3300', run logs and if production is indicated, will run casing and attempt completion in Abo formation.

Mud Program: Drill with cable tool through Abo.

Geologic Tops:	Glorieta	661'
	Yeso	804'
	Tubb	2253'
	Abo	2875'

Gas is not dedicated.

IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen or plug back, 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.

24. SIGNED Paul Regsdale TITLE Operations Manager DATE 4/11/84
(This space for Federal or State office use)

PERMIT NO. _____ APPROVAL DATE _____
APPROVED BY S/Phil Kirk TITLE Area Manager DATE 9-20-84
CONDITIONS OF APPROVAL, IF ANY: _____

MEXICO OIL CONSERVATION COMMISSION
WELL LOCATION AND ACREAGE DEDICATION PLAT

Form C-102
Supersedes C-128
Effective 1-1-65

All distances must be from the outer boundaries of the Section.

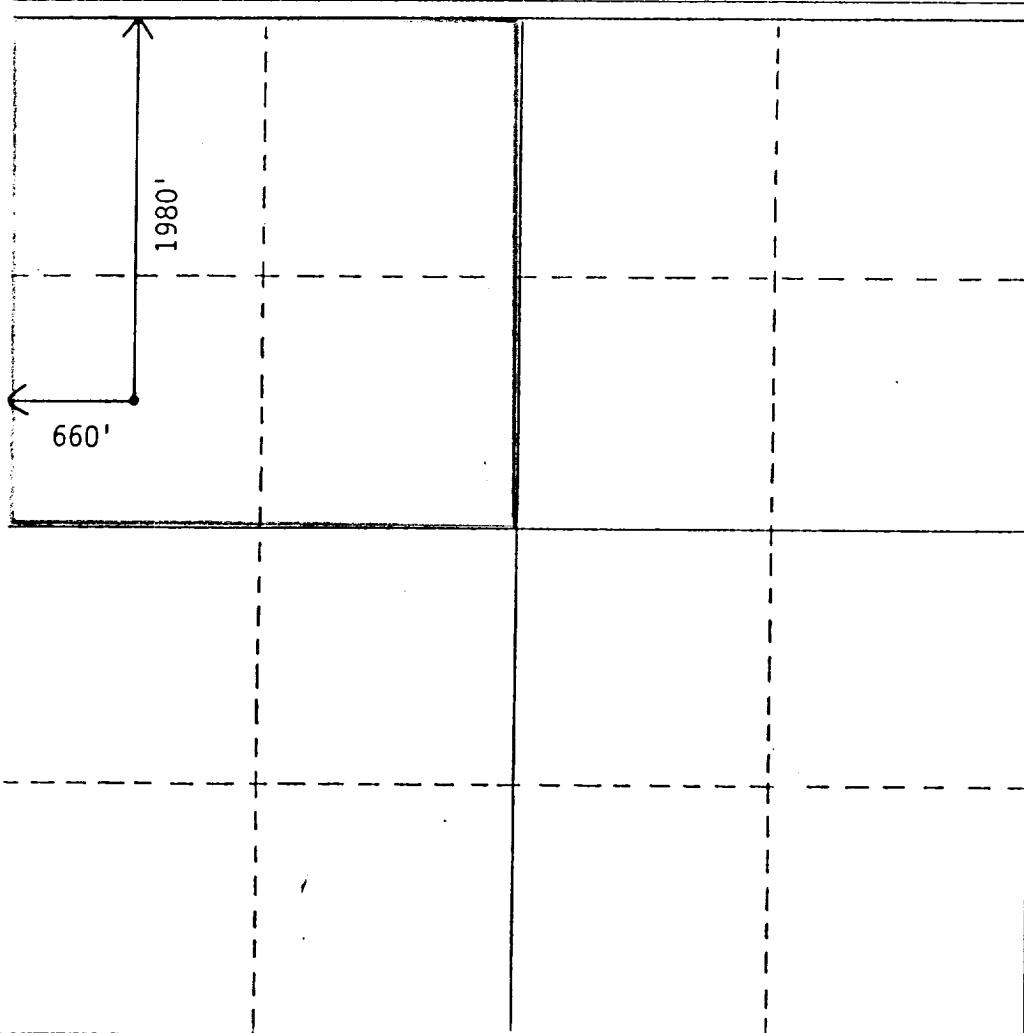
Operator McClellan Oil Corporation			Lease Toles Federal		Well No. 1
Init. Letter E	Section 15	Township 8-S	Range 23-E	County Chaves	
Actual Footage Location of Well: 1980' feet from the North line and 660' feet from the West line					
Ground Level Elev. 3953'	Producing Formation Abo		Pool Pecos Slope Abo		Dedicated Acreage 160

1. Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below.
2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communization, unitization, force-pooling, etc?

☐ Yes ☐ No If answer is "yes," type of consolidation _____

If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.) _____

No allowable will be assigned to the well until all interests have been consolidated (by communization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Commission.



CERTIFICATION

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

Mark McClellan

Name
Mark McClellan
Position
Geologist
Company
McClellan Oil Corporation
Date
April 13, 1984

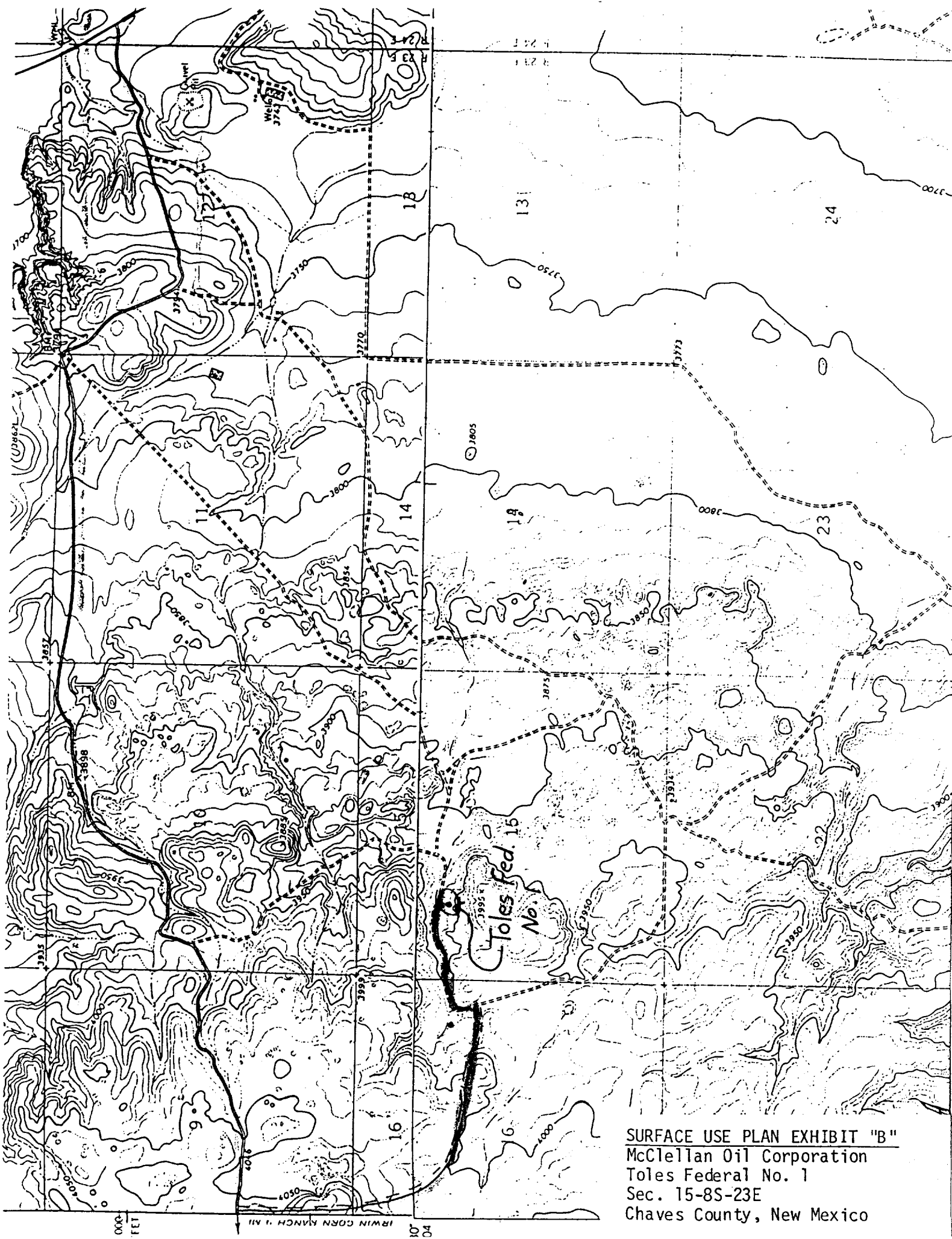
I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief.

See attached plat

Date Surveyed
March 26, 1953
Registered Professional Engineer and/or Land Surveyor

Certificate No.

330 660 990 1320 1650 1980 2310 2640 2970 3300 3630 3960 4290 4620 4950 5280 5610 5940 6270 6600



SURFACE USE PLAN EXHIBIT "B"
McClellan Oil Corporation
Toles Federal No. 1
Sec. 15-8S-23E
Chaves County, New Mexico



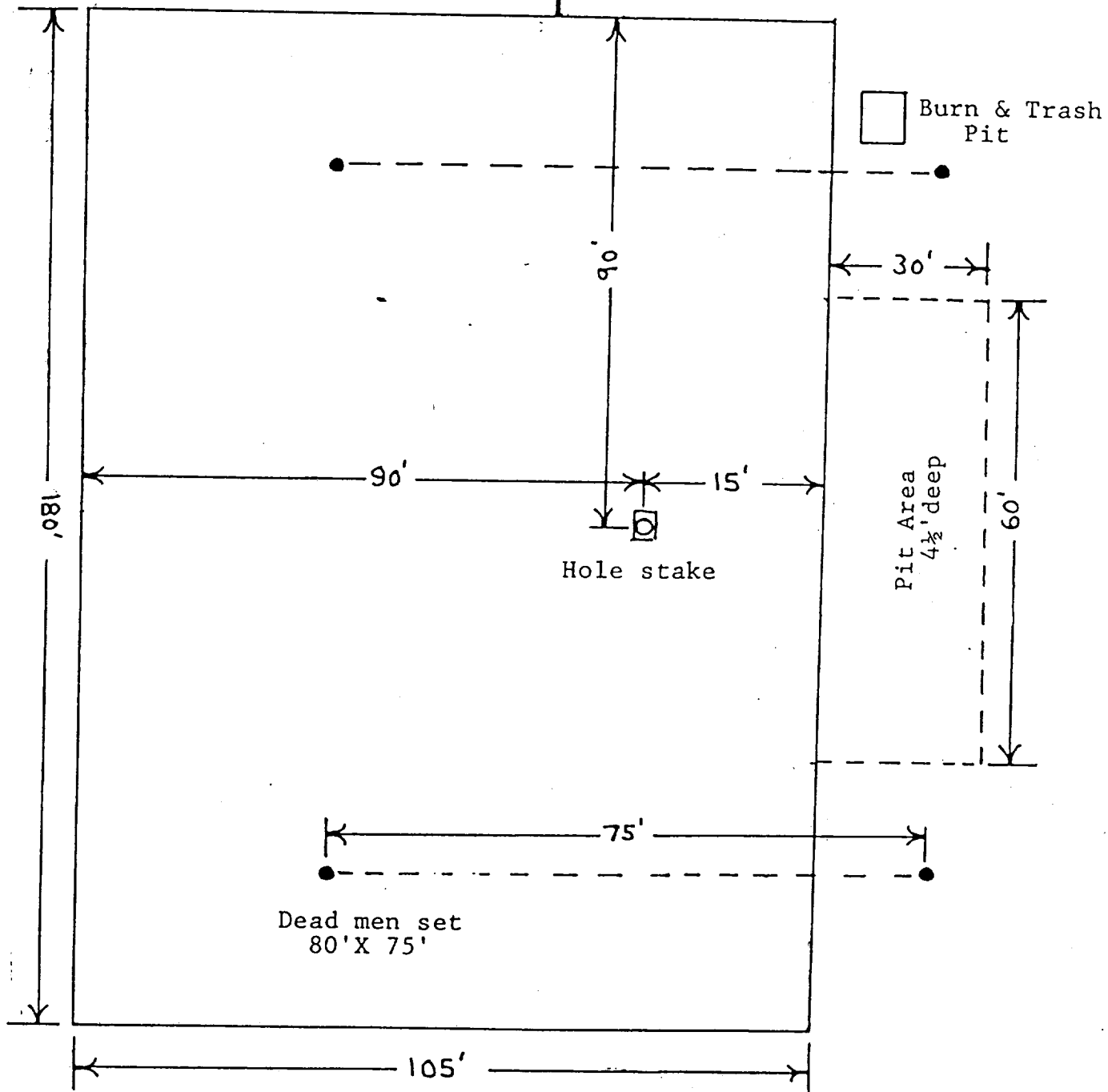
McClellan Oil Corporation
Box 848
Roswell, New Mexico 88201

WELL Toles Fed. #1

LOCATION Sec. 15-8S-23E

Chaves County, New Mexico

N



CABLE TOOL LOCATION PLAT

SURFACE USE PLAN EXHIBIT "D"
McClellan Oil Corporation
Toles Federal No. 1
Sec. 15-8S-23E
Chaves County, New Mexico