

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY

30-005-61088

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK

12. TYPE OF WORK
DRILL ☒ DEEPEN ☐ PLUG BACK ☐

b. TYPE OF WELL
OIL WELL ☐ GAS WELL ☒ OTHER ☐ SINGLE ZONE ☒ MULTIPLE ZONE ☐

2. NAME OF OPERATOR
MESA PETROLEUM CO. ✓

3. ADDRESS OF OPERATOR
1000 VAUGHN BUILDING/MIDLAND, TEXAS 79701

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements)
At surface 2080' FSL & 1500' FWL
At proposed prod. zone SAME

14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE*
26 miles north of Roswell.

15. DISTANCE FROM PROPOSED* LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. (Also to nearest drlg. unit line, if any)
1183'/560'

16. NO. OF ACRES IN LEASE
2209.13

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.
2600'

19. PROPOSED DEPTH
3350'

20. ROTARY OR CABLE TOOLS
ROTARY

21. ELEVATIONS (Show whether DF, RT, GR, etc.)
4037.2' GR

22. APPROX. DATE WORK WILL START*
NOVEMBER 15, 1981

5. LEASE DESIGNATION AND SERIAL NO.
NM - 36647

6. IF INDIAN, ALLOTTEE OR TRIBE NAME

7. UNIT AGREEMENT NAME

8. FARM OR LEASE NAME
MACHO FEDERAL

9. WELL NO.
4

10. FIELD AND POOL, OR WILDCAT
X UNDESIGNATED ABO

11. SEC., T., E., M., OR BLE. AND SURVEY OR AREA
SEC. 8, T7S R23E

12. COUNTY OR PARISH
CHAVES

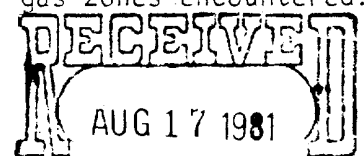
13. STATE
NEW MEXICO

23. PROPOSED CASING AND CEMENTING PROGRAM

SIZE OF HOLE	SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	QUANTITY OF CEMENT
12 1/4"	8 5/8"	24#	1600'	SURFACE
7 7/8"	4 1/2"	10.5#	3350'	ISOLATE WTR. O&G

Propose to drill 12 1/4" hole to approximately 1600' to set 8 5/8" surface casing and cement to surface. Will nipple up ram type BOP's and reduce hole to 7 7/8" to drill to total depth. Drilling medium will be air, foam, or mud as required. After log evaluation, 4 1/2" casing may be run and cemented with sufficient kinds and amounts to isolate and seal off any fresh water, oil, or gas zones encountered.

Gas Sales Are Dedicated.

OIL & GAS
U.S. GEOLOGICAL SURVEY
ROSWELL, NEW MEXICO

XC: USGS (6), TLS, CEN RSDS, ACCTG, ROSWELL, MEC, LAND, PARTNERS, FILE

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: R. E. Martin TITLE: REGULATORY COORDINATOR DATE: 8-11-81

(This space for Federal or State office use)

PERMIT NO. (O&G 54) GEORGE H. STEWART APPROVAL DATE: AUG 11 1981

APPROVED BY: JAMES A. GILHAM TITLE: DISTRICT SUPERVISOR DATE: 8-8-81

CONDITIONS OF APPROVAL, IF ANY: FOR

*See Instructions On Reverse Side

**NEW MEXICO OIL CONSERVATION COMMISSION
WELL LOCATION AND ACREAGE DEDICATION PLAT**

Form C-102
Supersedes C-128
Effective 1-1-85

All distances must be from the outer boundaries of the Section

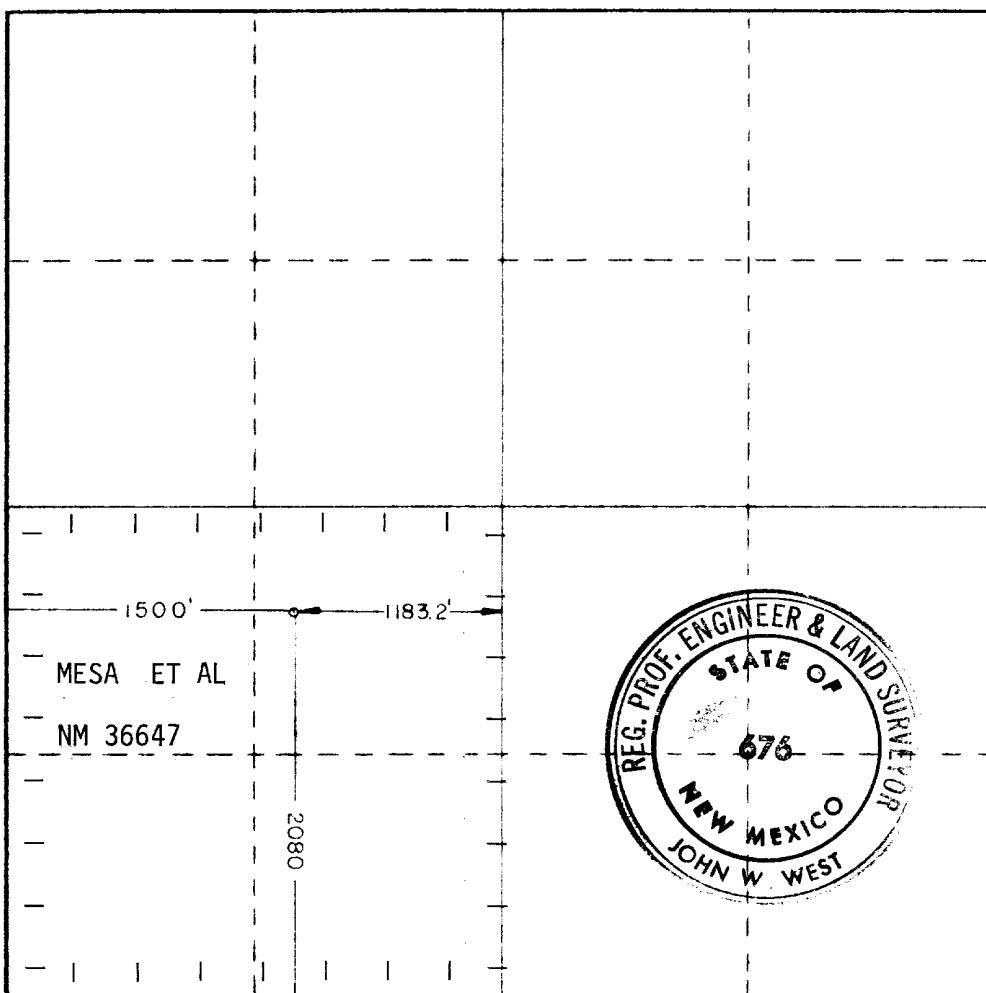
Operator MESA PETROLEUM COMPANY			Lease MACHO FEDERAL		Well No. 4
Unit Letter K	Section 8	Township 7 SOUTH	Range 23 EAST	County CHAVES	
Actual Footage Location of Well: 2080 feet from the SOUTH line and 1500 feet from the WEST line					
Ground Level Elev. 4037.2	Producing Formation ABO	Foot UNDESIGNATED		Dedicated Acreage SW/4 160	

1. Outline the acreage dedicated to the subject well by colored pencil or hatchure 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 communitization, 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 communitization, 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.

R. E. Mathis

Name
R. E. MATHIS

Position
REGULATORY COORDINATOR

Company
MESA PETROLEUM CO.

Date
AUGUST 12, 1981

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.

Date Surveyed
7-17-81

Registered Professional Engineer and/or Land Surveyor

John W. West

Certificate No.	JOHN W. WEST	676
	PATRICK A. ROMERO	6863
	Ronald J. Eidson	3239

0 330 660 990 1320 1650 1980 2310 2640 2000 1800 1600 1400 1200 1000 800 0

APPLICATION FOR DRILLING

MESA PETROLEUM CO.
MACHO FEDERAL #4
2080' FSL & 1500' FWL, SEC 8, T7S, R23E
CHAVES COUNTY, NEW MEXICO

LEASE NO: NM 36647

In conjunction with Form 9331-C, Application For Permit to Drill subject well, the following additional information is provided:

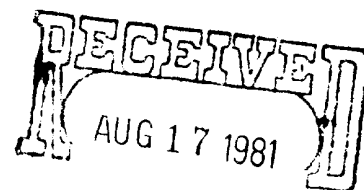
1. Applicable portions of the GENERAL REQUIREMENTS FOR OIL AND GAS OPERATIONS ON FEDERAL LEASES, Roswell District, Geological Survey of September 1, 1980 will be adhered to.
2. Geological markers are estimated as follows:

SAN ANDRES	SURFACE
GLORIETA	596'
YESO	774'
TUBB	2122'
ABO	2757'
3. Hydrocarbon bearing strata may occur in the Abo formation(s). No fresh water is expected to be encountered below 1000'.
4. The Casing and Blowout Preventer Program will be determined by hole conditions as encountered. (See Exhibit VI) Anticipate drilling with air or foam using ram type preventer and rotating head for well control. The 8 5/8" casing will be set at approximately 1600' to protect any fresh water zones and cemented to the surface. The 4 1/2" production casing will be set at total depth or shallower depending upon the depth of the deepest commercial hydrocarbon bearing strata encountered. Sufficient amounts and kinds of cement would be used to ensure any water, gas, or oil zones encountered are isolated and shut off down to the casing point, if run.
5. No drill stem tests or coring program is planned. The logging program may consist of a GR-CNL from surface to total depth and FDC from casing point to total depth.
6. Anticipated drilling time is ten days with completion operations to follow as soon as a completion unit is available.

MULTI-INT SURFACE USE AND OPERATION PLAN

MESA PETROLEUM CO.
MACHO FEDERAL #4
2080' FSL & 1500' FWL, SEC 8, T7S, R23E
CHAVES COUNTY, NEW MEXICO

LEASE NO: NM 36647



This plan is submitted with the Application for Permit to Drill the above described well. The purpose of this plan is to describe the location of the proposed well, the proposed construction activities and operational plan in both the actual and post drilling completion operations.

1. Existing Roads:

- A. Exhibit I is a portion of a highway map showing the location of the proposed well as staked. The proposed well is approximately 26 miles North of Roswell, New Mexico.
- B. Directions: Travel North from Roswell on US Highway 285 to just past mile marker 132 and turn West thru cattleguard for approximately 3 miles. Turn South at ranch house 3/10 mile then cross Macho Draw and follow lease road 1/4 mile then turn Southwest (just before cattleguard) for 1/2 mile to location.

2. Planned Access Road:

- A. Length and width: The new access road will be 12' wide (20' ROW) and approximately *1/2 mile of new road.*

(See Exhibit II)

- B. Construction: The new road will be constructed by grading and topping with compacted caliche. The surface will be crowned, with drainage on both sides. (See Exhibit III)
- C. Culverts, Gates and Cattleguards: None.
- D. Cut and Fill: In order for the location to be level, approximately 3' to 5' will be excavated to make the pits.

3. Location of Existing Wells:

Existing wells within a one-mile radius are depicted by Exhibit IV.

Multi-Point Surface Use and Operation Plan

Page 2

4. Location of Existing and/or Proposed Facilities:

If the well proves to be commercial, the necessary production facilities, gas separation process equipment and tank battery, will be installed on the drilling pad.

5. Location and Type of Water Supply:

It is planned to drill the proposed well with air. If needed, water will be obtained from commercial sources and will be trucked to the wellsite over the existing roads and proposed access road shown on Exhibits I and II or piped in from a nearby source.

6. Source of Construction Materials:

Caliche for surfacing the road and wellsite pad will be obtained by the dirt contractor from an approved pit. Probable pit is located: Near US Highway 285.

7. Methods of Handling Waste Disposal:

- A. Drill cuttings will be disposed of in the reserve pits.
- B. Drilling fluids will be allowed to evaporate in the reserve pits until the pits are dry.
- C. All pits will be fenced with normal fencing material to prevent livestock from entering the area.
- D. Water produced during operations will be collected in tanks until hauled to an approved disposal system, or separate disposal application will be submitted to the USGS for approval.
- E. Current laws and regulations pertaining to the disposal of human waste will be complied with.
- F. Trash, waste paper, garbage and junk will be buried in a separate trash pit and covered with a minimum of 24 inches of dirt. All waste material will be contained to prevent scattering by the wind.
- G. All trash and debris will be buried or removed from the wellsite within 30 days after finished and/or completion operations.

8. Ancillary Facilities: None required.

Multi-Point Surface Use and Operation Plan

Page 3

9. Wellsite Layout:

- A. Exhibit V shows the relative location and dimensions of the well pad, reserve pits, and major rig components. The pad and pit area has been staked and flagged.
- B. Some leveling of the wellsite may be required. See Exhibit III for additional details.
- C. The reserve pit will not be plastic lined.

10. Plans for Restoration of the Surface:

- A. After completion of drilling and/or completion operations all equipment and other material not needed for operations will be removed. Pits will be filled and location cleaned of all trash and junk to leave the wellsite in an aesthetically pleasing a condition as possible.
- B. Any unguarded pits containing fluids will be fenced until they are filled.
- C. If the proposed well is non-productive, all rehabilitation and/or vegetation requirements of the Bureau of Land Management and the United States Geological Survey will be complied with and will be accomplished as expeditiously as possible. All pits will be filled and leveled within 90 days after abandonment, if drying conditions permit.

11. Other Information:

- A. Topography: The land surface in the vicinity of the wellsite is karst in nature with drainage in all directions.
- B. Soil: The topsoil at the wellsite is sandy loam.
- C. Flora and Fauna: See the Archaeological Report filed by NMAS, Inc. for a description of vegetative types.
- D. Ponds and Streams: China Draw is 400' to the West and the Arroyo del Macho is 1/4 mile to the East.
- E. Residences and Other Structures: None.

Multi-Point Surface Use and Operation Plan

Page 4

- F. Land Use: Grazing.
- G. Surface Ownership: The wellsite is on Federal surface.
- H. There is no evidence of any major archaeological, historical, or cultural sites in the area. NMAS, Inc. has conducted an archaeological study of this site and provides this report to interested parties.

12. Operator's Representatives:

- A. The field representatives responsible for assuring compliance with the approved surface use and operations plan are as follows:

J. James
P. O. Box 298
Roswell, New Mexico
(505-622-0992) - Office
(505-622-0234) - Home

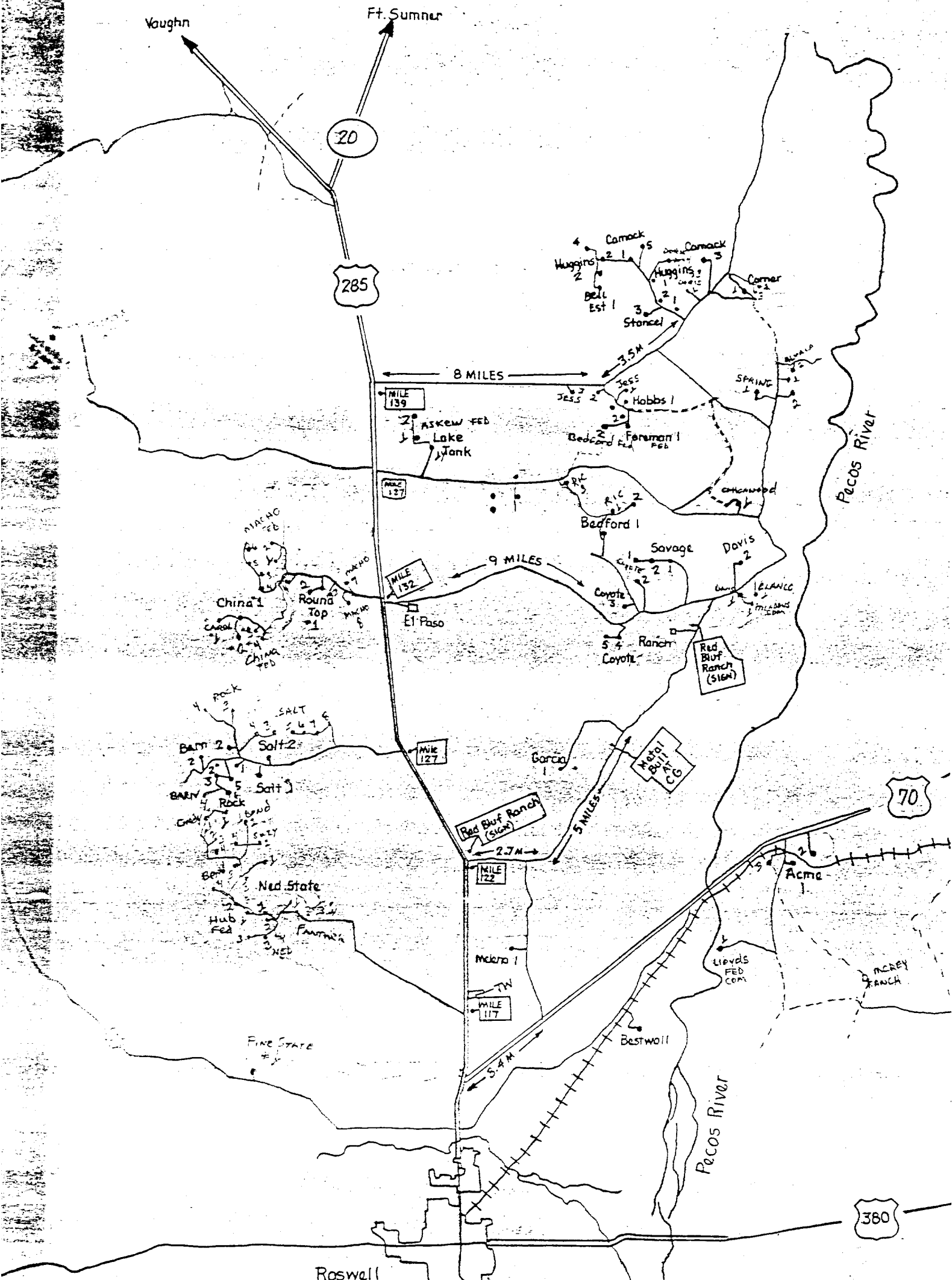
W. R. Miertschin
1000 Vaughn Building
Midland, Texas 79701
(915-683-5391) - Office
(915-682-6535) - Home

13. Certification:

I hereby certify that I, or person under my direct supervision, have inspected the proposed drillsite and access route; that I am familiar with the conditions which presently exist; that the statements made in this plan are, to the best of my knowledge true and correct; and, that the work associated with the operations proposed herein will be performed by Mesa Petroleum Co. and its contractors and subcontractors in conformity with this plan and the terms and conditions under which it is approved.

August 12, 1981
DATE

Michael P. Houston
MICHAEL P. HOUSTON
OPERATIONS MANAGER





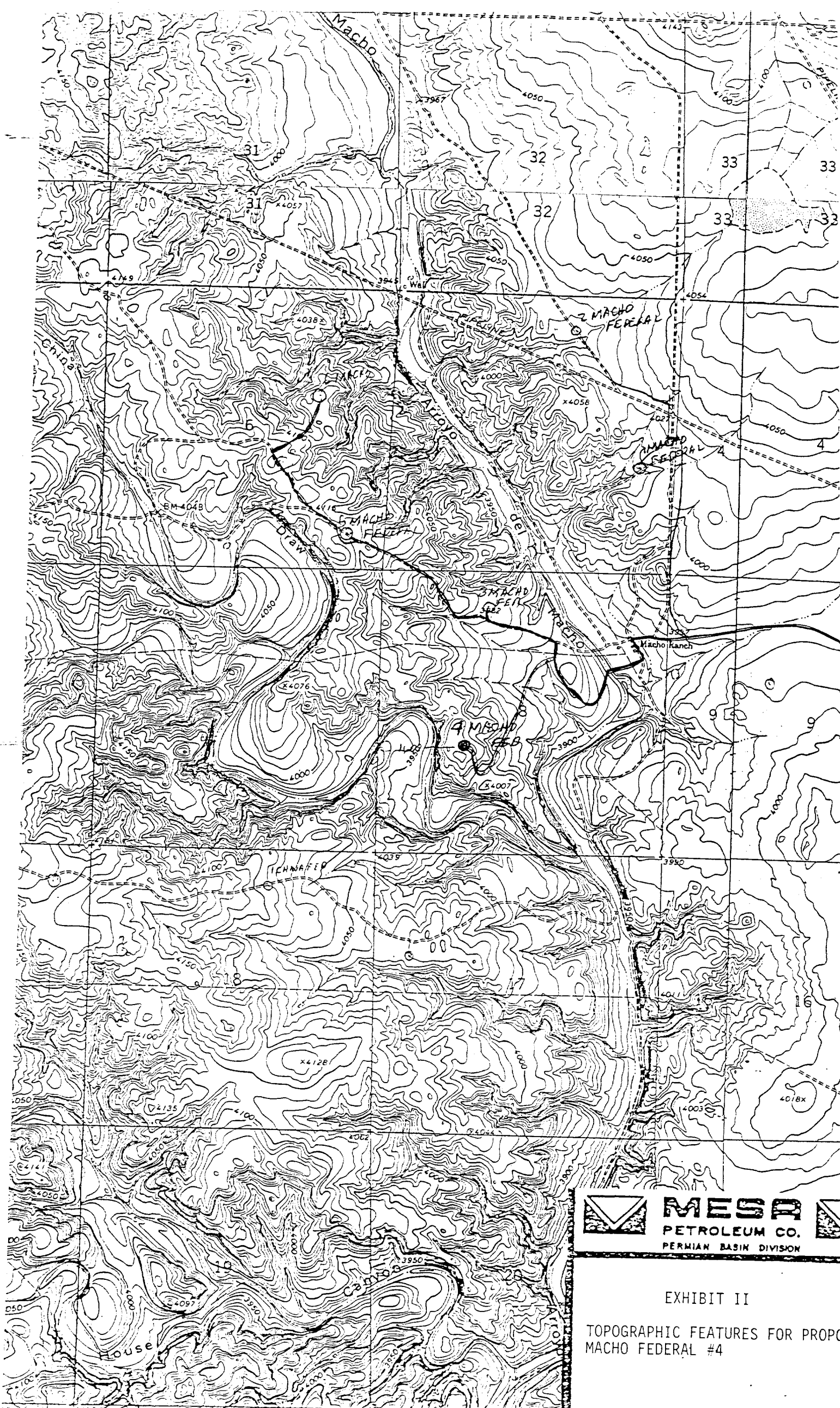
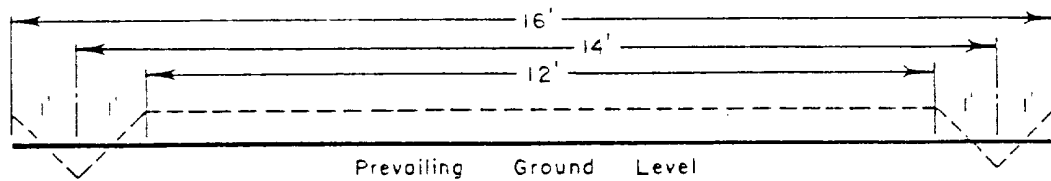
**MESA**
PETROLEUM CO.
PERMIAN BASIN DIVISION

EXHIBIT I

AREA ROADWAYS FOR PROPOSED
MACHO FEDERAL #4

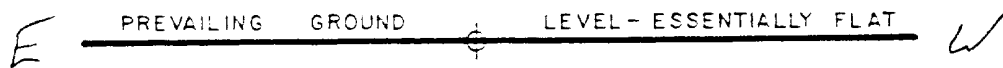
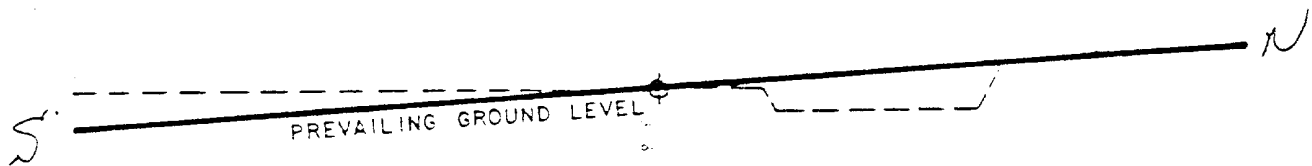


R - O - W 16'



ROADWAY CROSS SECTION

Horizontal Scale 1" = 3'



LOCATION CROSS SECTION

Horizontal Scale 1" = 50'



MESA
PETROLEUM CO.
PERMIAN BASIN DIVISION



EXHIBIT III
LOCATION CONSTRUCTION

BY	BY	DATE	SCALE
WLF	WLF	3-5-60	AS NOTED

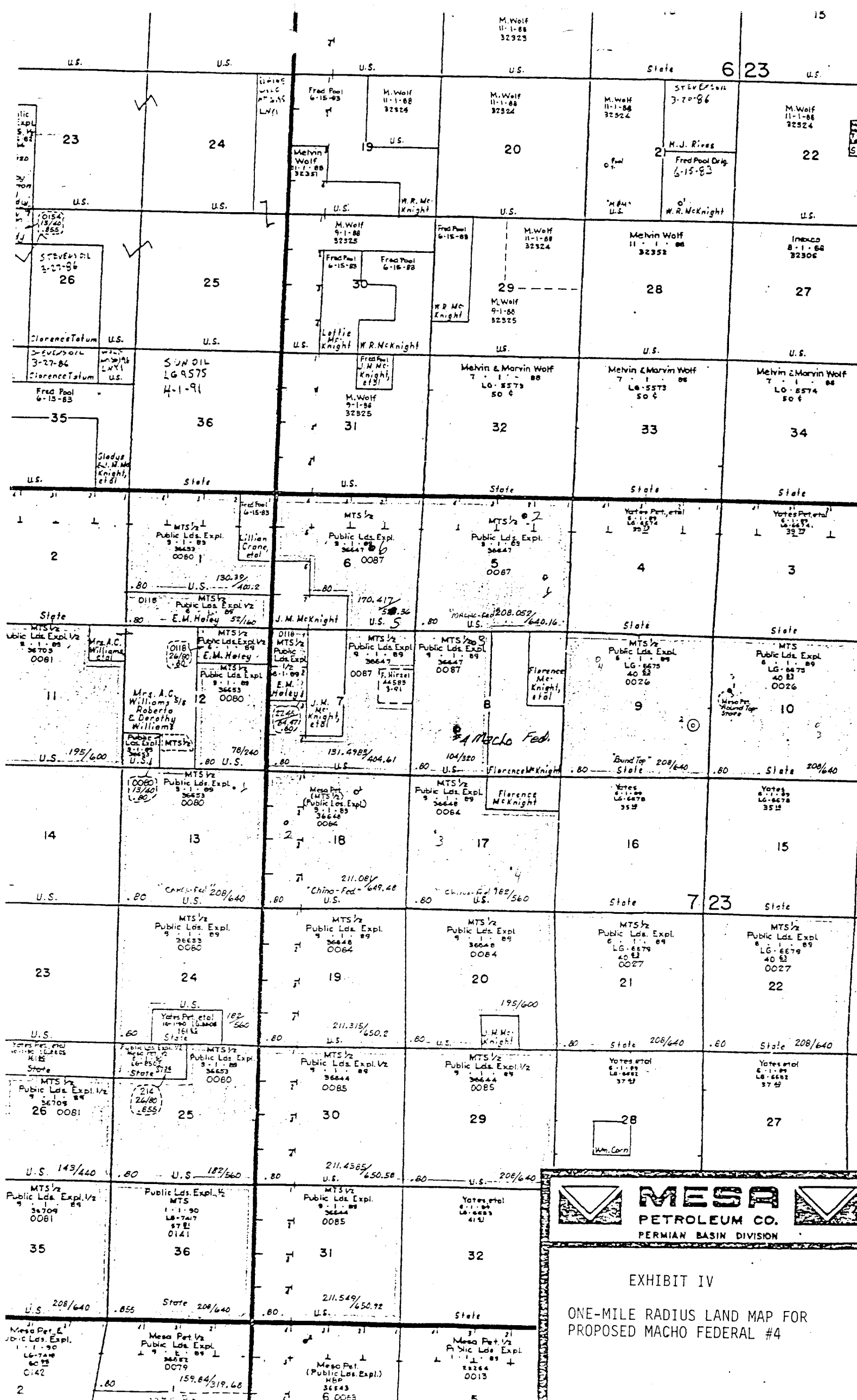
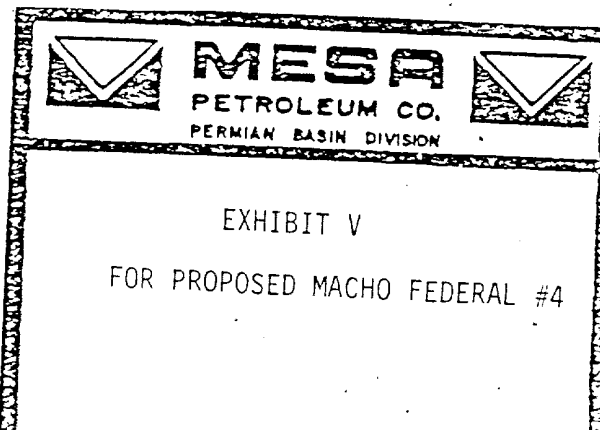
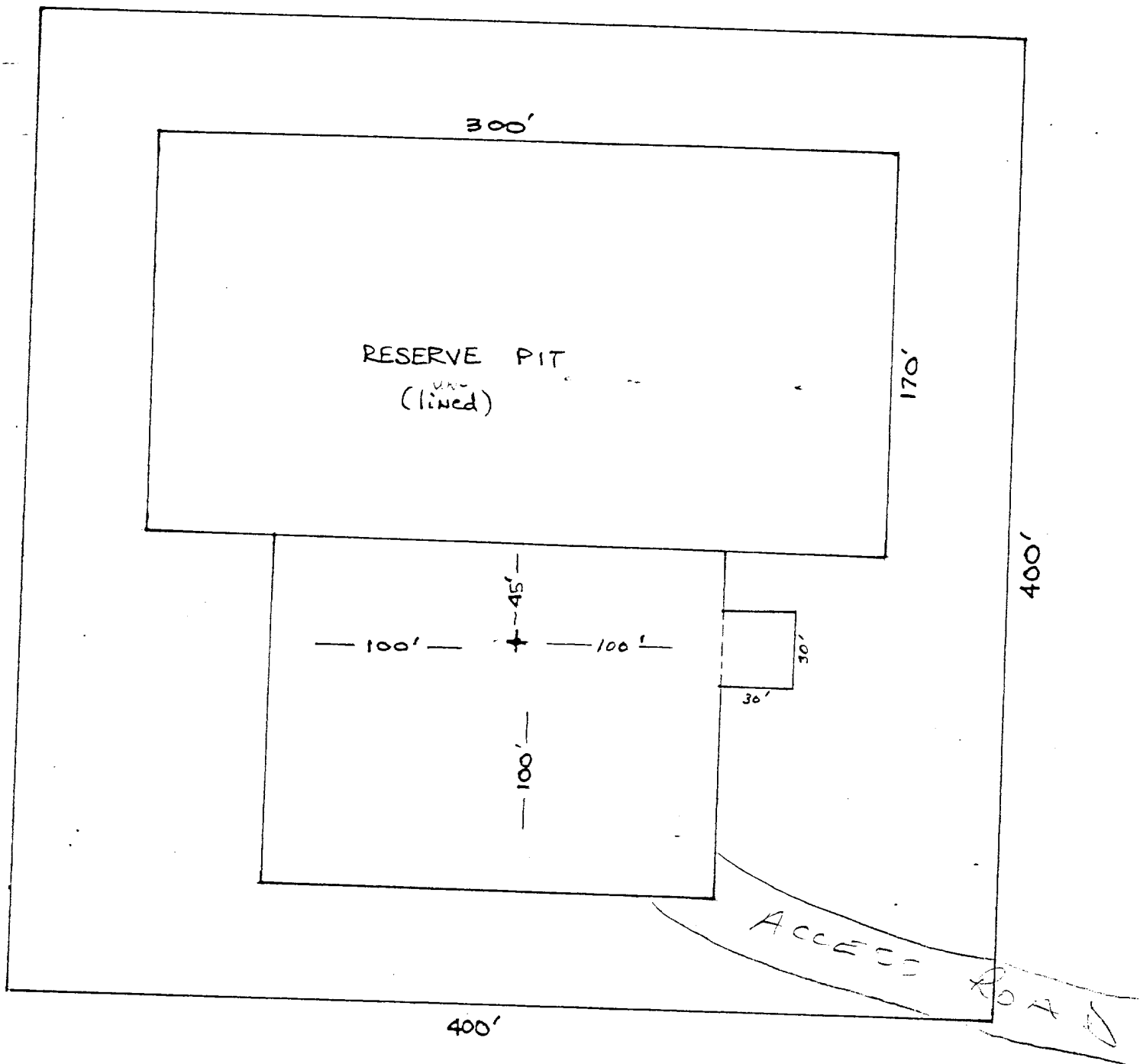
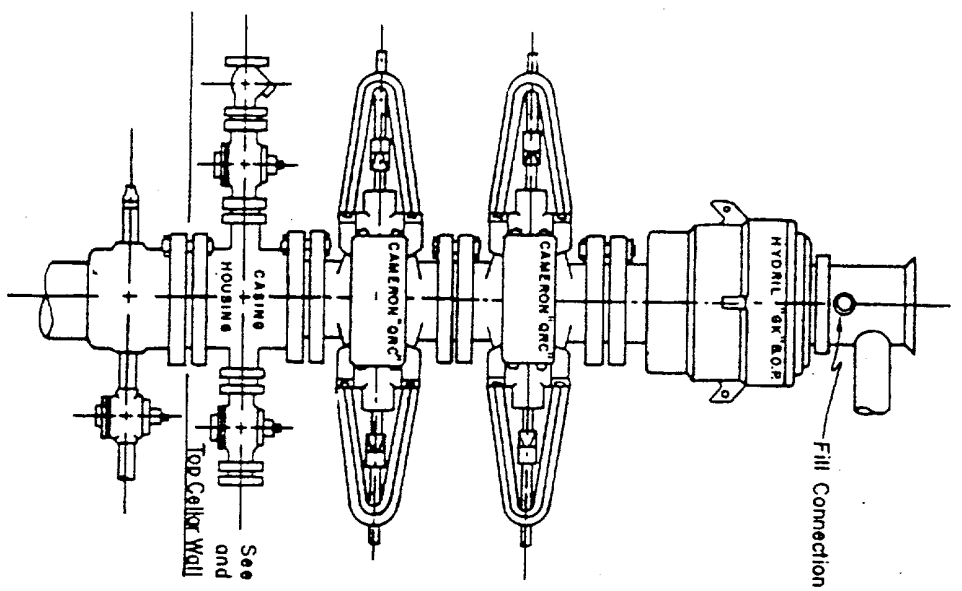


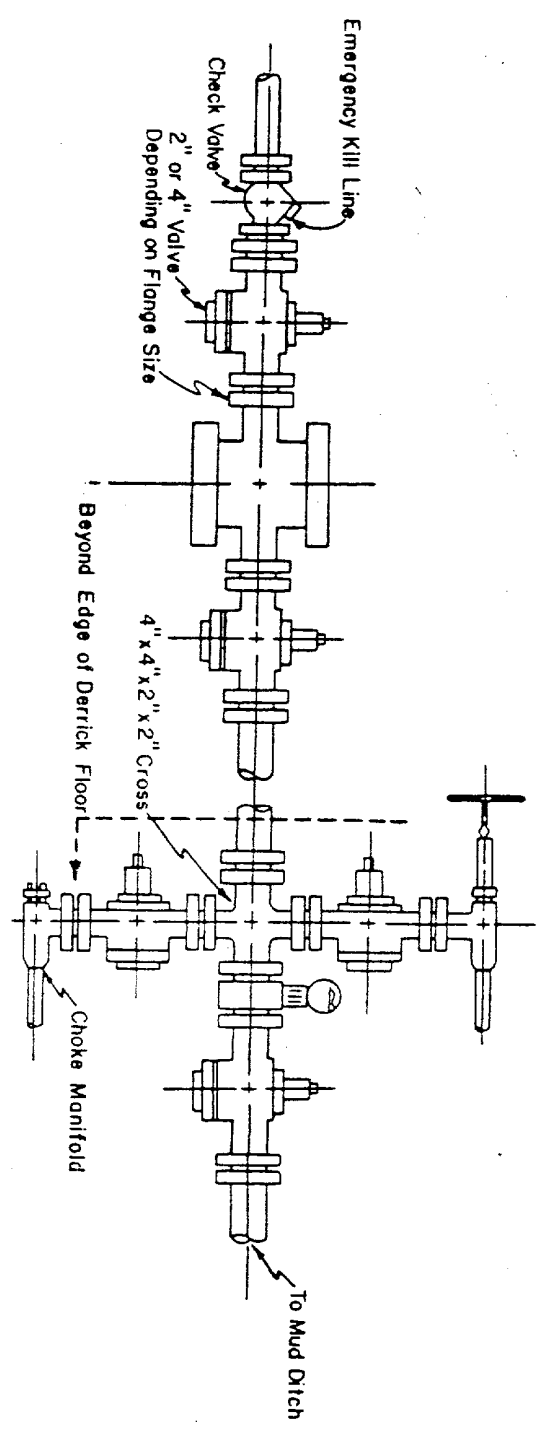
EXHIBIT IV
ONE-MILE RADIUS LAND MAP FOR
PROPOSED MACHO FEDERAL #4



Blow-out Preventers hydril and choke manifold are all 900 Series



3,000 PSI WORKING PRESSURE
BLOW-OUT PREVENTER HOOK-UP



3,000 PSI WORKING PRESSURE
KILL, CHOKE, AND FILL CONNECTIONS

DETAIL OF 4" FLOW LINE CHOKE ASSEMBLY

Minimum assembly for 3,000 PSI working pressure will consist of three preventers.
The bottom and middle preventers may be Cameron.

NOTE: HYDRIL not installed on shallow-low pressure wells.
RAM type BOPs are API 10" X 3000 PSI.

E X H I B I T
V I


MESA
 PETROLEUM CO.
 PERMIAN BASIN DIVISION



DATE	10-2-78
BY	3041



STATE OF NEW MEXICO
ENERG. AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

BRUCE KING
GOVERNOR

LARRY KEHOE
SECRETARY

August 18, 1981

RECEIVED

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87501
(505) 827-2434

AUG 20 1981

O. C. D.
ARTESIA, OFFICE

Mesa Petroleum Co.
Vaughn Building
Suite 1000
Midland, Texas 79701

Re: Application for Non-Standard
Location: Macho Federal Wells
Nos. 4 and 6, Chaves County

We may not process the subject application for non-standard location until the required information or plats checked below (is) (are) submitted.

☒ A plat must be submitted clearly showing the ownership of the offsetting leases.

☐ A statement must be submitted that offset owners have been notified of the application by certified mail.

☐ A plat must be submitted fully identifying the topography necessitating the non-standard location.

☒ Other: Please indicate the formation(s) proposed for completion or testing.

Very truly yours,

R. L. STAMETS
Technical Support Chief

RLS/dr