N. M. Oil Cons. Division

811 S. 1ST ST.

Form 3160-3 (July 1992)

23.

ARTESIA, NM 88210-2834

	IN LEGALICATE.
(Other	instructions on

FORM APPROVED OMB NO. 1004-0136 Expires: February 28, 1995

UNITED STATES

DEPARTM	ENT OF THE	INTERIOR 3-31-4	7 2	S. LEASE DESIGNA	M JAISES ONA KOLT
BUREAL	J OF LAND MAN	AGEMENT 3-3/-97	rem	LC-02938	7-в
APPLICATION FOI	R PERMIT TO	DRILL OF DEEPEN		6. B IFDIAN, ALL	OFFISE SO SETTO
DRILL X	DEEPEN	STREET MELT	. * _	A BARM OF LEASE MAN	19509
WILL WILL OTHE	1	BONE LI BONE		WEST SHUGAR	T "30" FEDE
PENWELL ENERGY INC. 147	78/) (BILL	PIERCE)		9. AT WELKO.	<u>#_8_</u>
A ADDRESS AND THE REMOVE NO		Figure 317-00	3-2534		
1100 ARCO BUILDING 600 N M	ERINFELD MI	DLAND, TEXAS 79701		10. FIELD AND POO	L. OR WILDCAT
At surface 1880' FNL & 660' FWL SEC.	and sercordance T	T' Wolfcamp, We	ST	WILDCAT	76686
1880' FNL & 660' FWL SEC.	30 T18S-R31	E EDDY CO. XM	ť.	AND BURVET OF	ARRA
At proposed prod. sone SAME	Jnit E	Lot2		SEC. 30	T18S-R31E
14. DISTANCE IN MILES AND DIRECTION FROM A Approximately 8 miles Souther	ast of Loco	Hills New Mexico		EDDY CO.	New Mexic
16. DISTANCE FROM PROPUSED*		16. NO. OF ACRES IN LEASE		F ACRES ASSIGNED	
LOCATION TO REARRET PROPERTY OR LEARE LINE, FT. (Also to Bearest drig, unit line, if any)	660'	470		40	
18. DISTANCE FROM PROPOSED LOCATIONS		19. PROPOSED DEPTH		T OR CABLE TOULS	
TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT.	660 '	10,500'	I	ROTARY	
II. BLEVATIONS (Show whether DF, RT, GR, etc.)	3594'	GR.		As soon as a	work with street.

PROPOSED CASING AND CEMENTING PROGRAM

SIZE OF BOLE	GRADE BUT OF CASHO	WEIGHT PER POOT .	BETTING BEFTH	QUANTITY OF CEMENT
24"	20" Conductor	.25 Wall Thick	. 40'	Cement to surface/Redi-mix
		48	4707500	400 Sx. Class "C" Neat/3% CaC
17½"	H-40 13 3/6		2800'	1000 Sx Class "C" Circulate t
12½"	J-55 8 5/8"	32	10500'	1050 Sx Two stage job
7 7/8"	N-80 5½"	1/	10300	1000 DX 1we Stage Jee

- 1. Drill 25" hole to 40'. set 40' of conductor pipe cement to surface with Redi-mix.
- 2. Drill 175" hole to 450". Run and set 450 of 48# H-40 13 3/8" ST&C casing. Cement with 400 Sx. Class $^{\circ}$ C" + 3% CaCl circulate cement to surface.
- 3. Drill 12½" hole to 2800'. Run and set 2800' of 8 5/8" J-55 32# ST&C casing. Cement with 700 Sx. Class "C" light tail in with 300 Sx. Class "C" neat + 2% CaCl circulate cement to surface.
- 4. Drill 7 7/8" hole to 10,500'. Run and set 10,500' of $5\frac{1}{2}$ " 17# N-80 LT&C casing. Cement 1st stage with 450 Sx. Class "H" cement with additives. DV tool set at 6800' cement 2nd stage with 400 Sx. Class "C" light + additives tail in with 200 Sx. Class "C" light + additives bring cement back to 2600' into 8 5/8"

IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen, give data on present productive zone and proposed new producti deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout preventer program, if any,

BIGNED FORT Caura	APPROVAL SUBJECT TO Agent GENERAL REQUIREMENTS AND 03/28/97
(Thix space for Federal or State office new)	ATTACHED
	the standard or the standard representation of the subject lease which would entitle the applicant to conduct operations there

Application approval does not warrant or certify that the applicant holds legal or equiphle title to CONDITIONS OF APPROVAL, IF ANY:

(ORIG.	SGD.)	TONY	L.	FEHGUSUN	
1	•			-	

ADM, MINERALS

APPROVED BY

DISTRICT I P.O. Box 1980, Hobbs, NM 88240 State of New Mexico

Energy, Minerals and Natural Resources Department

Form C-102 Revised February 10, 1994 Instruction on back Submit to Appropriate District Office

State Lease - 4 Copies
Fee Lease - 3 Copies

DISTRICT II P.O. Drawer DD, Artesia, NM 88210

OIL CONSERVATION DIVISION

DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410 P.O. Box 2088 Santa Fe, New Mexico 87504-2088

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

APl Number	Pool Code	Pool :	Name
Property Code	Property West Shugart **		Well Number
OGRID No.	Operator	Elevation	
147380	Penwell E	nergy Inc.	3594'

Surface Location

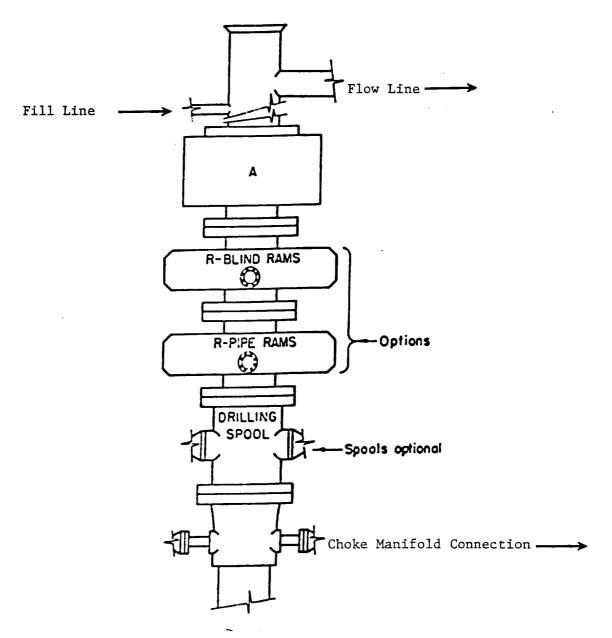
UL or lot No.	Section	Township	Range	Lot Idn	Peet from the	North/South line	Feet from the	East/West line	County
Lot 2	30	18 S	31 E		1880	North	660	West	Eddy

Bottom Hole Location If Different From Surface

UL or 1	lot No.	Section	Township	Range	Lot ldn	Feet from the	North/South line	Feet from the	East/West line	County
Dedicat	ted Acres	Joint of	r Infill Co	nsolidation (Code Or	der No.	•	<u>-</u> .		

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

	OR A NON-STANDARD UNIT HAS BEEN APPROVED	DI THE DIVISION
Lot 1 - 35.30 Ac		OPERATOR CERTIFICATION I hereby certify the the information contained horsin is true and complete to the best of my knowledge and belief. Signature Joe T. Janica Printed Name Agent Title 03/28/97 Date
Lot 2- 35.38 Ac		SURVEYOR CERTIFICATION I hereby certify that the well location shown
		on this plat was plotted from field nates of actual surveys made by me or under my supervison and that the same is true and correct to the best of my belief.
Lot 3 - 35.46 Ac		February 18, 1997 Date Surveyed 10 10 10 10 10 10 10 10 10 10 10 10 10
Lot 4 - 35.54 Ac		BASIN SURVEYS



ARRANGEMENT SRRA

1500 Series 5000 PSI WP

EXHIBIT "E"
B.O.P. SKETCH TO BE USED ON

PENWELL ENERGY, INC.
WEST SHUGART "30" FEDERAL # 8
UNIT "E" SECTION 30
T18S-R31E EDDY CO. NM