

District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
1301 W. Grand Avenue, Artesia, NM 88210  
District III  
1000 Rio Brazos Road, Aztec, NM 87410  
District IV  
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
Energy Minerals and Natural Resources

Form C-101  
Revised March 17, 1999

Oil Conservation Division  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

Submit to appropriate District Office  
State Lease - 6 Copies  
Fee Lease - 5 Copies

☐ AMENDED REPORT

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

<sup>1</sup> Operator Name and Address LAYTON ENTERPRISES, INC. 3103 79th St. Lubbock, Texas 79423		<sup>2</sup> OGRID Number 013178
<sup>3</sup> Property Code 005786	<sup>5</sup> Property Name FOX "A" STATE	<sup>4</sup> API Number 30-025-03555
		<sup>6</sup> Well No. 2

<sup>7</sup> Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
H	2	9S	36E		1980	North	660	East	LEA

<sup>8</sup> Proposed Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County

<sup>9</sup> Proposed Pool 1 Allison San Andres South	<sup>10</sup> Proposed Pool 2
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<sup>11</sup> Work Type Code P	<sup>12</sup> Well Type Code O	<sup>13</sup> Cable/Rotary R	<sup>14</sup> Lease Type Code S	<sup>15</sup> Ground Level Elevation 4049
<sup>16</sup> Multiple	<sup>17</sup> Proposed Depth 9815	<sup>18</sup> Formation Penn	<sup>19</sup> Contractor TBA	<sup>20</sup> Spud Date ASAP 7/28/04

<sup>21</sup> Proposed Casing and Cement Program

Hole Size	Casing Size	Casing weight/foot	Setting Depth	Sacks of Cement	Estimated TOC
17 1/2	13 3/8	40	360	400	4400
11	8 5/8	32	4166	1700	
7 7/8	5 1/2	17	9815	700	

<sup>22</sup> Describe the proposed program. If this application is to DEEPEN or PLUG BACK, give the data on the present productive zone and proposed new productive zone.  
Describe the blowout prevention program, if any. Use additional sheets if necessary.  
This well is no longer economic to produce from the Bough C Penn Zone. Intend to set C.I. Bridge Plug above Bough C perms @9644 - 54 w/5 sks cement on top (52'). Will then test San Andres Zones from 4800' to 5000' as indicated by geological and log data by perforating, treating, & testing selectively. Blowout preventer program will include 3000 PSI Double Ram Preventor. If production is indicated, will construct gathering facilities and place on production. If ground pits are required, NMOCD Pit Guidelines will be complied with.

<sup>23</sup> I hereby certify that the information given above is true and complete to the best of my knowledge and belief. Signature: <i>Donald R. Layton</i> Printed name: DONALD R. LAYTON Title: President Date: 7-12-2004 Phone: 806/745-4638		OIL CONSERVATION DIVISION Approved by: <i>Paul J. Kest</i> Title: PETROLEUM ENGINEER Approval Date: JUL 23 2004 Expiration Date: Conditions of Approval: Attached <input type="checkbox"/>	
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Permit Expires 1 Year From Approval  
Date Unless Drilling Underway  
Plugback

District I  
PO Box 1988, Hobbs, NM 88241-1988  
District II  
PO Drawer DD, Artesia, NM 88211-0719  
District III  
1000 Rio Brazos Rd., Aztec, NM 87410  
District IV  
PO Box 2088, Santa Fe, NM 87504-2088

State of New Mexico  
Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION  
PO Box 2088  
Santa Fe, NM 87504-2088

Form C-102  
Revised February 10, 1994  
Instructions on back  
Submit to Appropriate District Office  
State Lease - 4 Copies  
Fee Lease - 3 Copies

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

1 API Number 30-025-03555		2 Pool Code 01220		3 Pool Name ALLISON SAN ANDRES		
4 Property Code 005786		5 Property Name FOX "A" STATE			6 Well Number 2	
7 OGRID No. 013178		8 Operator Name LAYTON ENTERPRISES, INC.			9 Elevation 4049	

10 Surface Location

UL or lot no. H	Section 2	Township 9S	Range 36E	Lot Idn	Feet from the 1980	North/South line NORTH	Feet from the 660	East/West line EAST	County LEA
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11 Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
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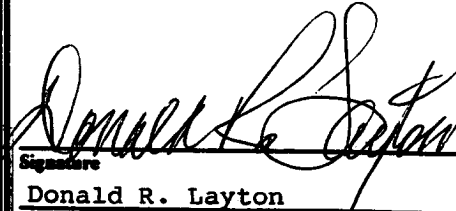
12 Dedicated Acres 40	13 Joint or Infill	14 Consolidation Code	15 Order No.
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NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED  
OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

16									

17 OPERATOR CERTIFICATION

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

  
Signature  
Donald R. Layton  
Printed Name  
President  
Title  
7-15-2004  
Date

18 SURVEYOR CERTIFICATION

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 belief.

Hobbs  
OCB  
1959  
Date of Survey

Signature and Seal of Professional Surveyor:

Certificate Number