

District I
1625 N. French Dr., Hobbs, NM 88240

District II
1301 W. Grand Ave., Artesia, NM 88210

District III
1000 Rio Brazos Rd., Aztec, NM 87410

District IV
1220 S. St Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

Form C-101

APPLICATION FOR PERMIT TO DRILL

Operator Name and Address L E JONES OPERATING INC PO Box 1185 Duncan, OK 73534		OGRID Number 180930
		API Number 30-025-36542
Property Code 33316	Property Name McNeill 4	Well No. 001

Surface Location

UL or Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
B	4	20S	38E	2	559	N	2186	E	Lea

Proposed Pools

NADINE, DRINKARD, WEST 47505

Work Type New Well	Well Type OIL	Cable/Rotary	Lease Type Private	Ground Level Elevation 3584
Multiple N	Proposed Depth 8000	Formation Drinkard	Contractor	Spud Date 01/25/2004

Proposed Casing and Cement Program

Type	Hole Size	Casing Size	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	11	8.625	32	1625	850	0
Prod	7.875	5.5	17	7700	1600	0

Proposed Blowout Prevention Program

Type	Working Pressure	Test Pressure	Manufacturer
Double Ram	3000	3000	Shaffer Type E

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

Electronically Signed By: Dan Hammond

Title: Administrator

Date: 01/20/2004

Phone: 580-255-1191

OIL CONSERVATION DIVISION

Electronically Approved By: Paul Kautz

Title: Geologist

Approval Date: 01/22/2004

Expiration Date: 01/22/2005

Conditions of Approval:

No Conditions

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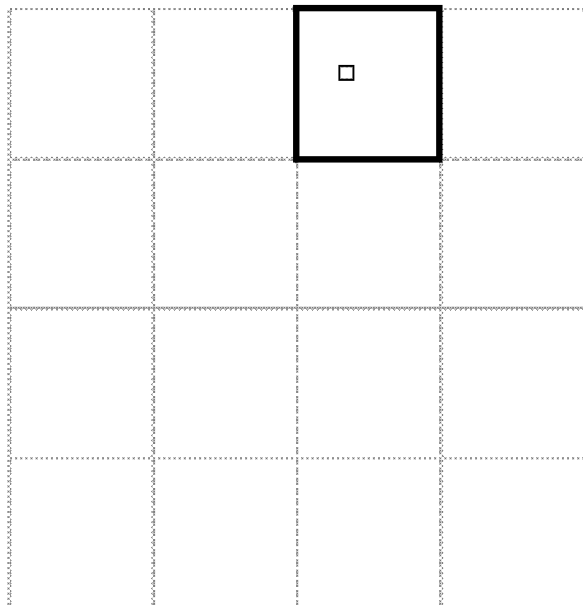
Form C-102

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-025-36542	Pool Name NADINE;DRINKARD, WEST	Pool Code 47505
Property Code 33316	Property Name McNeill 4	Well No. 001
OGRID No. 180930	Operator Name L E JONES OPERATING INC	Elevation 3584

Surface And Bottom Hole Location

UL or Lot B	Section 4	Township 20S	Range 38E	Lot Idn 2	Feet From 559	N/S Line N	Feet From 2186	E/W Line E	County Lea
Dedicated Acres 39.96		Joint or Infill		Consolidation Code		Order No.			



OPERATOR CERTIFICATION

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

Electronically Signed By: Dan Hammond

Title: Administrator

Date: 01/20/2004

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.

Surveyed By: Michael Stanford

Date of Survey: 01/15/2004

Certificate Number: 10324

Permit Comments

Operator: L E JONES OPERATING INC , 180930

Well: McNeill 4 #001

User Name	Comment	Comment Date
PKAUTZ	This well is closer to the Nadine;Drinkard, West pool, therefore falls under its rules.	1/21/2004
PKAUTZ	Wells in the Drinkard to the north, southwest, and west are oil wells. Therefore this well was reclassified from gas to oil for APD purposes.	1/21/2004