

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK

1a. TYPE OF WORK
 DRILL DEEPEN PLUG BACK

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

2. NAME OF OPERATOR
American Petroleum Corp.

3. ADDRESS OF OPERATOR
Box 68 Hobbs, N.M. 88240

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.)*
 At surface
990' FSL x 330' FWH. Sec. 29, (Unit M, SW 1/4 SW 1/4)
 At proposed prod. zone

14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE*
2 mi. So.; 3 mi West of Milnesand, N.M.

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

16. NO. OF ACRES IN LEASE
1920

17. NO. OF ACRES ASSIGNED TO THIS WELL
40

18. DISTANCE FROM PROPOSED LOCATION* TO NEAREST WELL, DRILLING, COMPLETED, OR PLANNED FOR, ON THIS LEASE, FT.

19. PROPOSED DEPTH
4700

20. ROTARY OR CABLE TOOLS
ROTARY

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

22. APPROX. DATE WORK WILL START*
4-1-65

5. LEASE DESIGNATION AND SERIAL NO.
N.M. 0145685

6. IF INDIAN, ALLOTTEE OR TRIBE NAME

7. UNIT AGREEMENT NAME

8. FARM OR LEASE NAME
USA Russell E. Horton

9. WELL NO.
31

10. FIELD AND POOL, OR WILDCAT
MILNESAND SAN ANDRES

11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA
29-8-35 N.M.P.M.

12. COUNTY OR PARISH
ROOSEVELT

13. STATE
N.M.

PROPOSED CASING AND CEMENTING PROGRAM

SIZE OF HOLE	SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	QUANTITY OF CEMENT
<i>12 1/4"</i>	<i>8 5/8"</i>	<i>24 #</i>	<i>400'</i>	<i>225 Sx.</i>
<i>7 7/8"</i>	<i>4 1/2"</i>	<i>9.5 #</i>	<i>4700'</i>	<i>250 Sx.</i>

After drilling well, logs will be run and evaluations made, perforating and stimulating as necessary in attempting commercial production.

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. Original Signed by:
 SIGNED *V. E. STALEY* TITLE *Area Supt* DATE *3-25-65*

(This space for Federal or State office use)

PERMIT NO. _____ APPROVAL DATE _____

APPROVED BY _____ TITLE _____ DATE _____

CONDITIONS OF APPROVAL, IF ANY:

- C-7
- C-4- USGS
- C- JWB
- C- SUSP
- C- WJ

*See Instructions On Reverse Side



NEW MEXICO OIL CONSERVATION COMMISSION
WELL LOCATION AND ACREAGE DEDICATION PLAT

FORM C-128
 Revised 8/1/57

SEE INSTRUCTIONS FOR COMPLETING THIS FORM ON THE REVERSE SIDE

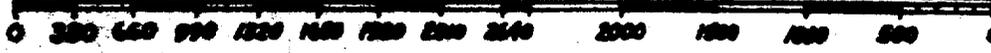
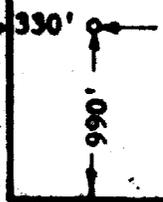
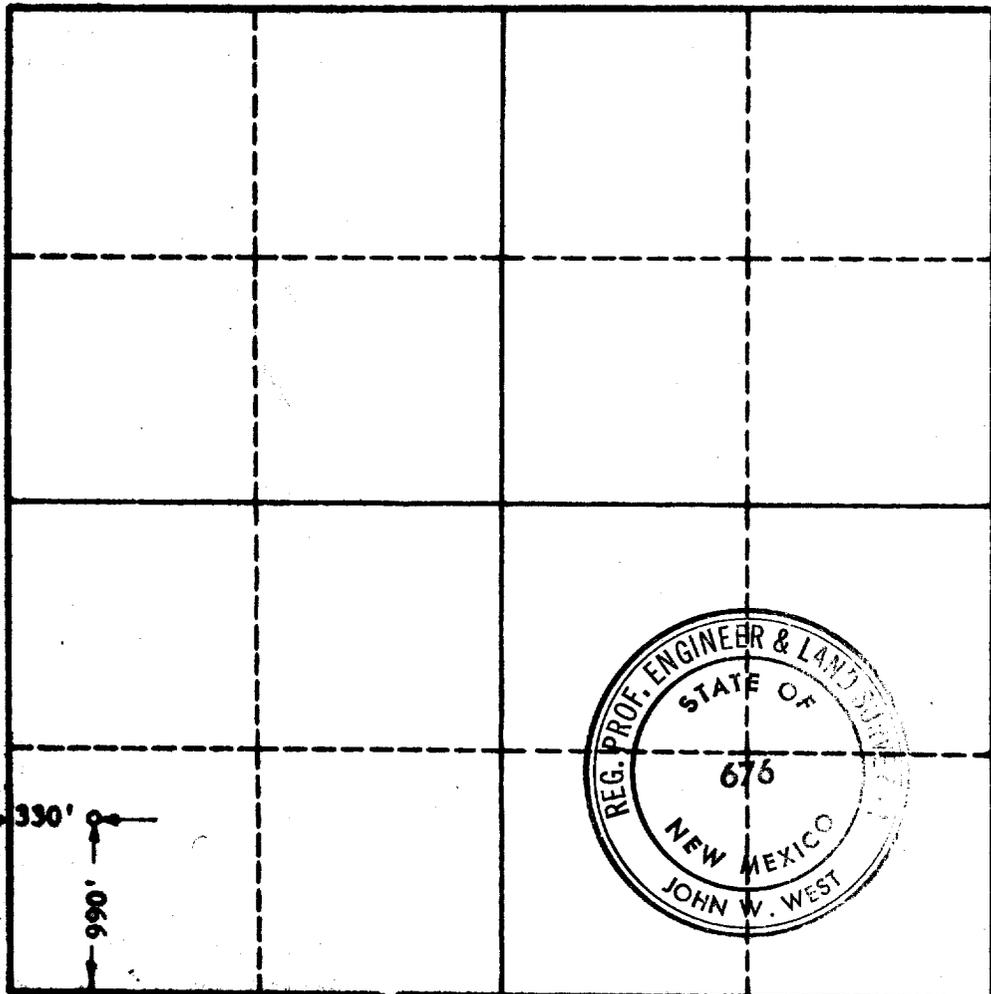
SECTION A

Operator PAN AMERICAN PETROLEUM CORP.		Lease R. E. HORTON		Well No. 31
Well Letter M	Section 29	Township 8 SOUTH	Range 35 EAST	County ROOSEVELT
Actual Passage Location of Well: 990 feet from the SOUTH line and 330 feet from the WEST line				
Ground Level Elev. 798	Producing Formation Permian	Well Name W. E. STALEY		Dedicated Acreage: 1.00 Acres

1. Is the Operator the only owner in the dedicated acreage outlined on the plat below? YES NO ("Owner" means the person who has the right to drill into and to produce from any pool and to appropriate the production either for himself or for himself and another. (65-3-29 (c) NMSA 1955 Comp.)
2. If the answer to question one is "no," have the interests of all the owners been consolidated by communitization agreement or otherwise? YES NO . If answer is "yes," Type of Consolidation _____
3. If the answer to question two is "no," list all the owners and their respective interests below:

Owner	Land Description

SECTION B



CERTIFICATION

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

Name Original Signed by:
V. E. STALEY

Position
Area Representative

Company
Pan American Petroleum Corp.

Date
March 23, 1965

I hereby certify that the well location shown on the plat in SECTION B 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
MARCH 24, 1965

Registered Professional Engineer and/or Land Surveyor, **JOHN W. WEST**

John W. West

Certificate No.
N.M. - P.E. & L.S. NO. 676