

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK

1a. TYPE OF WORK DRILL <input type="checkbox"/> DEEPEN <input type="checkbox"/> PLUG BACK <input type="checkbox"/>		5. LEASE DESIGNATION AND SERIAL NO. NM-32409
b. TYPE OF WELL OIL WELL <input type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> OTHER Re-Enter SINGLE ZONE <input type="checkbox"/> MULTIPLE ZONE <input type="checkbox"/>		6. IF INDIAN, ALLOTTEE OR TRIBE NAME
2. NAME OF OPERATOR McClellan Oil Corporation		7. UNIT AGREEMENT NAME
3. ADDRESS OF OPERATOR P. O. Drawer 730 Roswell, NM 88202		8. FARM OR LEASE NAME SAM Federal
4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.)* At surface 660' FNL and 330' FWL At proposed prod. zone Same		9. WELL NO. 1
14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE* 14 miles north of Los Hills, New Mexico		10. FIELD AND POOL, OR WILDCAT Wildcat
15. DISTANCE FROM PROPOSED* LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. (Also to nearest drilg. unit line, if any)	330' FWL	11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA Sec. 28-T15S-R30E
16. NO. OF ACRES IN LEASE 1560	17. NO. OF ACRES ASSIGNED TO THIS WELL 320	12. COUNTY OR PARISH Chaves
18. DISTANCE FROM PROPOSED LOCATION* TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT. N/A	19. PROPOSED DEPTH 10,700'	13. STATE New Mexico
20. ROTARY OR CABLE TOOLS Rotary		21. ELEVATIONS (Show whether DF, RT, GR, etc.)
22. APPROX. DATE WORK WILL START* April 21, 1985		

23. PROPOSED CASING AND CEMENTING PROGRAM

SIZE OF HOLE	SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	QUANTITY OF CEMENT
17 1/2"	13 3/8"	48#	469'	600 Sx (In hole)
11"	8 5/8"	24#	3000'	1100 Sx (In hole)
7 7/8"	5 1/2"	17#	10,700'	600 Sx

Propose to re-enter the Texaco Spencer "B" Federal, Well No. 1 in order to test the Morrow. If commercial production is indicated, will run 5 1/2" casing and attempt completion:

Mud Program: Mud up upon entry into existing casing with a mud wt. of 9.0#, Vis. 40, and a WL of 30 cc.

BOP Program: Will use a 10" Series 900 Type "E" Shaffer Double Hydraulic 6000 psi test, 3000psi working pressure BOP and a Hydril. See Exhibit "D".

Gas not dedicated.

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 George R. Smith TITLE Agent for: McClellan Oil Corporation DATE April 1, 1985
(This space for Federal or State office use)

PERMIT NO. _____ APPROVAL DATE _____

APPROVED BY SPM/KMK TITLE Area Manager DATE 4-17-85
CONDITIONS OF APPROVAL, IF ANY:

NEW MEXICO OIL CONSERVATION COMMISSION
WELL LOCATION AND ACREAGE DEDICATION PLAT

FORM C-128
 Revised 5/1/57

SEE INSTRUCTIONS FOR COMPLETING THIS FORM ON THE REVERSE SIDE

SECTION A

Operator Texaco Seaboard Inc.		Lease 751-B. E. Spencer Federal "B"		Well No. 1
Unit Letter D	Section 28	Township 15 South	Range 30 East	County Chaves
Actual Footage Location of Well: 660' feet from the North line and 330 feet from the West line Sec. 28				
Ground Level Elev.	Producing Formation (Devonian) Morrow(New)	Pool Undesignated	Dedicated Acreage: (old 40) 320 Acres	

1. Is the Operator the only owner in the dedicated acreage outlined on the plat below? YES X 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 (e) NMSA 1935 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:

RECEIVED

Owner	Land Description
	OCT 26 1960
	U. S. GEOLOGICAL SURVEY
	ARTESIA, NEW MEXICO

SECTION B

GLO Marker 330' 660' 40 Ac.	NM-32409 McClellan Oil Corp. 25.00% Toles Co. 16.67% Robt. Graham 8.33% Sue Graham 8.33% Robert Patterson 16.67% N. Mex. Oil Corp. 25.00%	
	751-B. E. Spencer Federal "B" (Old) Texaco Seaboard Inc. Total: 1560 Ac. (640 Ac.)	
(28)		

CERTIFICATION

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

Name J. J. Velten
Position Division Civil Engineer
Company Texaco Seaboard Inc.
Date 10/24/60

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 10/24/60
Registered Professional Engineer and/or Land Surveyor (J. J. Velten)
Certificate No. 174

0 330 660 990 1320 1650 1980 2310 2640 2000 1500 1000 500 0

BLOWOUT PREVENTER SPECIFICATION

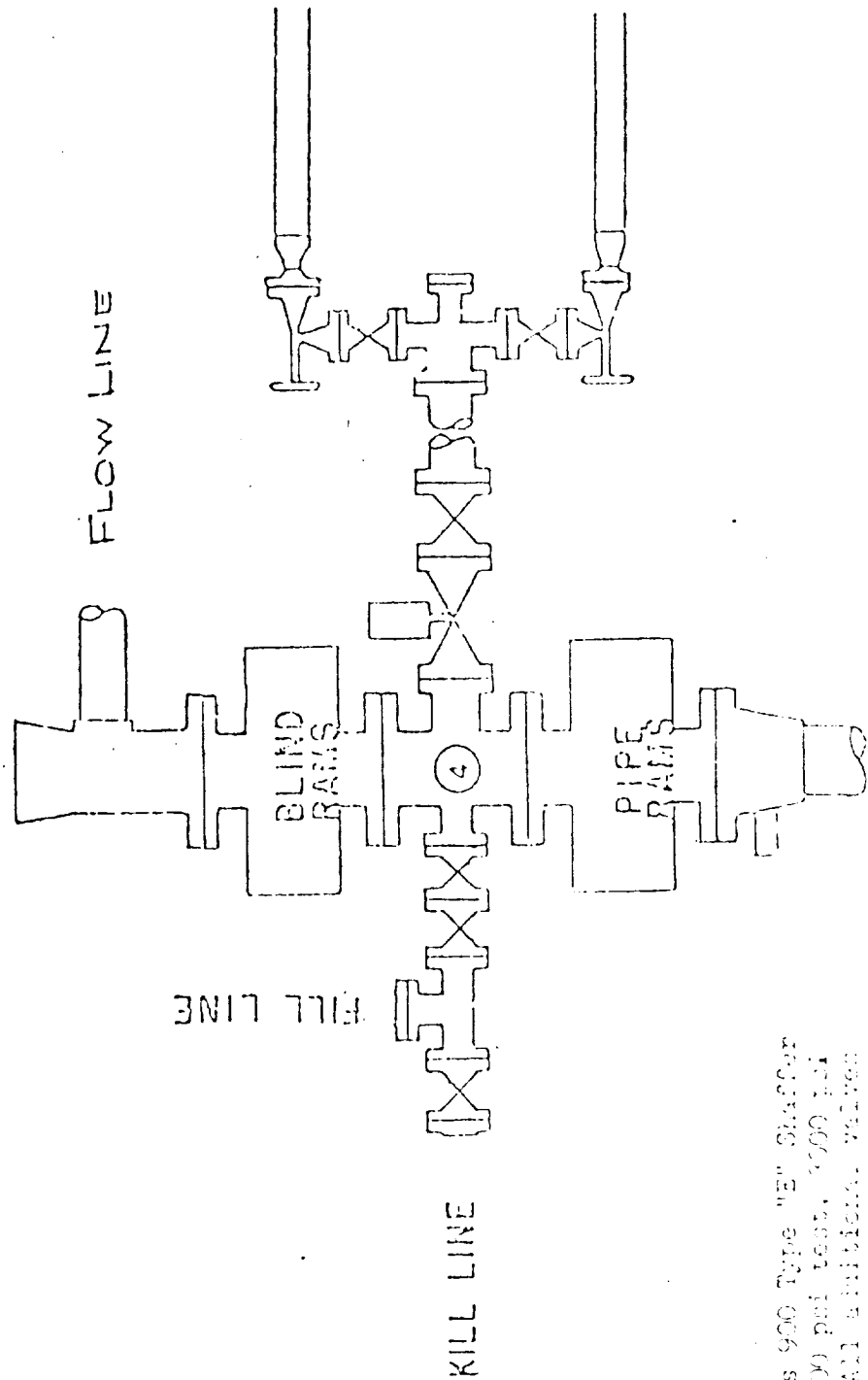


EXHIBIT "D"
 McCLELLAN OIL CORPORATION
 SAM Federal, Well No. 1
 BOP Specification

BOP's are 10" Series 900 Type "E" Shaffer Double Hydraulic 6000 psi test, 4000 psi working pressure. All additional valves & connections are the same test & working pressure.