November 5, 1998

State of New Mexico, Energy, Minerals & Natural Resources Department Oil Conservation Division P.O. Box 1980 Hobbs, New Mexico 88241-1980

RE: Townsend State #6 N-2-T16S-R35E API# 30-025-34393 Lea County

Dear Madam or Sir;

Ocean Energy, Inc. is requesting to cancel the intent to drill the subject well (C-101 copy enclosed). We are canceling the permit due to a ruling that would affect the placement of the well in the present location.

If you have any questions or need additional information, I can be reached at (303) 573-4721. Thank you for your time in this matter.

Sincerely,

LA-LM

Scott M. Webb Regulatory Coordinator

District I PO Box 1980, Hobbs, NM 88241-1980 District II 811 South First, Artesia, NM 88210 District III 1000 Rio Brazos Rd., Aztec, NM 87410 District IV 2040 South Pacheco, Santa Fe, NM 87505			State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 2040 South Pacheco Santa Fe, NM \$7505						F	Form C-101 Revised October 18, 1994 Instructions on back Submit to Appropriate District Office State Lease - 6 Copies Foe Lease - 5 Copies			
	APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE												
APPLICA	FOR P	ILL, RE-E	-ENTER, DEEPEN, PLUGBACK,										
UMC Petroleum Cor											<sup>°</sup> OGRID Number 023654		
		reet, Suite 1400	400				<sup>3</sup> API Number						
Denver, Colorado 80202										30-025-34393			
* Prope	г	<sup>1</sup> Property Name Fownsend State								'wa∎ 6			
<sup>7</sup> Surface Location													
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	- 1	Feet from the	East/W	est line	County		
<u> </u>	2	1			165			930	1	Sout	h	Lea	
<sup>8</sup> Proposed Bottom Hole Location If Differ								t From Surf	face				
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line		Feet from the	eet from the East/Wes		County		
<i>Τοωns</i> Morrow	' Propo	· ·····	<sup>#</sup> Proposed Pool 2 Wolfcamp										
" Work Ty		<sup>13</sup> Cable	Cable/Rotary 14 Lease Type Code				" Ground Level Elevation						
Multiple			" Well Type Code O					s		3989'			
~ N		" Proposed 12,80	-	<sup>14</sup> Formation Morrow			<sup>19</sup> Contractor		I II-	<sup>26</sup> Spud Date			
<sup>21</sup> Proposed Casing and Cement Program													
Hole Size		Casi	Casing Size		g weight/foot	Setting Depth		Sacks of Cement		Estimated TOC		c	
		13-3/8"				400'		400		Surface			
		<u>8-5/8"</u> 5-1/2"				4800'		1950		Surface			
<u>1-118</u> 5.		5-1/2	-1/2			12,800'		850		8500'			
<ul> <li><sup>10</sup> Describe the proposed program. If this application is to DEEFEN or PLUG BACK give the data on the present productive zone and proposed new productive zone.</li> <li>Describe the blowout prevention program, if any. Use additional sheets if necessary.</li> <li>UMC proposes to drill the well to +- 12,800° into the Morrow Zone. It the well is productive, it will be completed in the target zone. If non-productive, we will test the Wolfcamp Zone or plug and abandon as per state regulations.</li> <li>BOP Program: Blowout preventer - 12" 3000 psi type "E" double ram. 12" 3000 psi GK 180 gallon 5 station Koomey air electric, 4" 3000 psi manifold.</li> </ul>													
BOP will be tested once a week for each individual shift on duty. Pormit Expires 1 Year From Approval Date Unless Drilling Underway													
<sup>20</sup> I hereby certify the my knowledge and			OIL CONSERVATION DIVISION										
Signature: And M.						Approved by SIMMUS ONED BY CHERE MULLIAMS							
Printed name: Scott M. Webb						Title:							
Title: Regulatory	or	Ap	Approval Date: MAY 0 5 1998 Expiration Date:										
Date: May 1, 1998 Phone: (303) 573-4721						Conditions of Approval : Attached 🔲							