

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL OR REENTER

PROPERTY NO. 25070
POOL CODE 31680
DATE 10-5-01
NO 30-025-35754

FORM APPROVED
OMB No. 1004-0136
Expires November 30, 2000

5. Lease Serial No.
LC-032233-A

6. If Indian, Allottee or Tribe Name

1a. Type of Work: ☒ DRILL ☐ REENTER

1b. Type of Well: ☐ Oil Well ☐ Gas Well ☒ Other Injection ☒ Single Zone ☐ Multiple Zone

2. Name of Operator

Texland Petroleum - Hobbs, L.L.C.

3a. Address 777 Main Street, Ste. 3200
Fort Worth, Tx. 76102

3b. Phone No. (include area code)
(817)336-2751

4. Location of Well (Report location clearly and in accordance with any State requirements. *)

At surface 2440' FNL & 195' FWL

At proposed prod. zone

SUBJECT TO LIKE APPROVAL BY STATE

8. Lease Name and Well No.

Bowers "A" Federal 40

9. API Well No.

30-025-35754

10. Field and Pool, or Exploratory
Hobbs: Upper Blinbry

11. Sec., T., R., M., or Blk. and Survey or Area
Sec. 29, T18s, R38E, NMPM

14. Distance in miles and direction from nearest town or post office*
3 miles West of Hobbs

12. County or Parish
Lea

13. State
New Mexico

15. Distance from proposed*
location to nearest
property or lease line, ft.
(Also to nearest drig. unit line, if any) 195' FWL
95' FWL

16. No. of Acres in lease
300

17. Spacing Unit dedicated to this well
40

18. Distance from proposed location*
to nearest well, drilling, completed,
applied for, on this lease, ft.

19. Proposed Depth
6000

20. BLM/BIA Bond No. on file
588064

21. Elevations (Show whether DF, KDB, RT, GL, etc.)
3650

22. Approximate date work will start*
09/01/2001

23. Estimated duration
12 days

24. Attachments **Lea County Controlled Water Basin**

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, shall be attached to this form:

1. Well plat certified by a registered surveyor.
2. A Drilling Plan
3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office).

4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).
5. Operation certification.
6. Such other site specific information and/or plans as may be required by the authorized officer.

25. Signature

Name (Printed/Typed)
Ann Burdette

Date
08/02/2001

Title

Regulatory Analyst

Approved by (Signature)

/s/ LESLIE A. THEISS

Name (Printed/Typed)

/s/ LESLIE A. THEISS

Date
NOV 02 2001

Title

FIELD MANAGER

Office

CARLSBAD FIELD OFFICE

Application approval does not warrant or certify the the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Conditions of approval, if any, are attached.

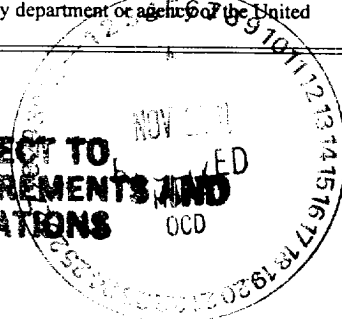
APPROVAL FOR 1 YEAR

Title 18 U.S.C Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States and false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

*(Instructions on reverse)

DECLARED WATER BASIN
CEMENT BEHIND THE
CASING MUST BE **CIRCULATED**

**APPROVAL SUBJECT TO
GENERAL REQUIREMENTS AND
SPECIAL STIPULATIONS
ATTACHED**



DISTRICT II
811 South First, Artesia, NM 88210

Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

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

OIL CONSERVATION DIVISION

DISTRICT IV
2040 South Pacheco, Santa Fe, NM 87505

2040 South Pacheco
Santa Fe, New Mexico 87504-2088

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

| | | |
|---|--|------------------------------------|
| API Number 30-025-35754 | Pool Code 31680 | Pool Name Hobbs: Upper Blinebry |
| Property Code LG-032233-A 25070 | Property Name BOWERS "A" FEDERAL | Well Number 40 |
| OGRID No. 113315 | Operator Name TEXLAND PETROLEUM INC. | Elevation 3650' |

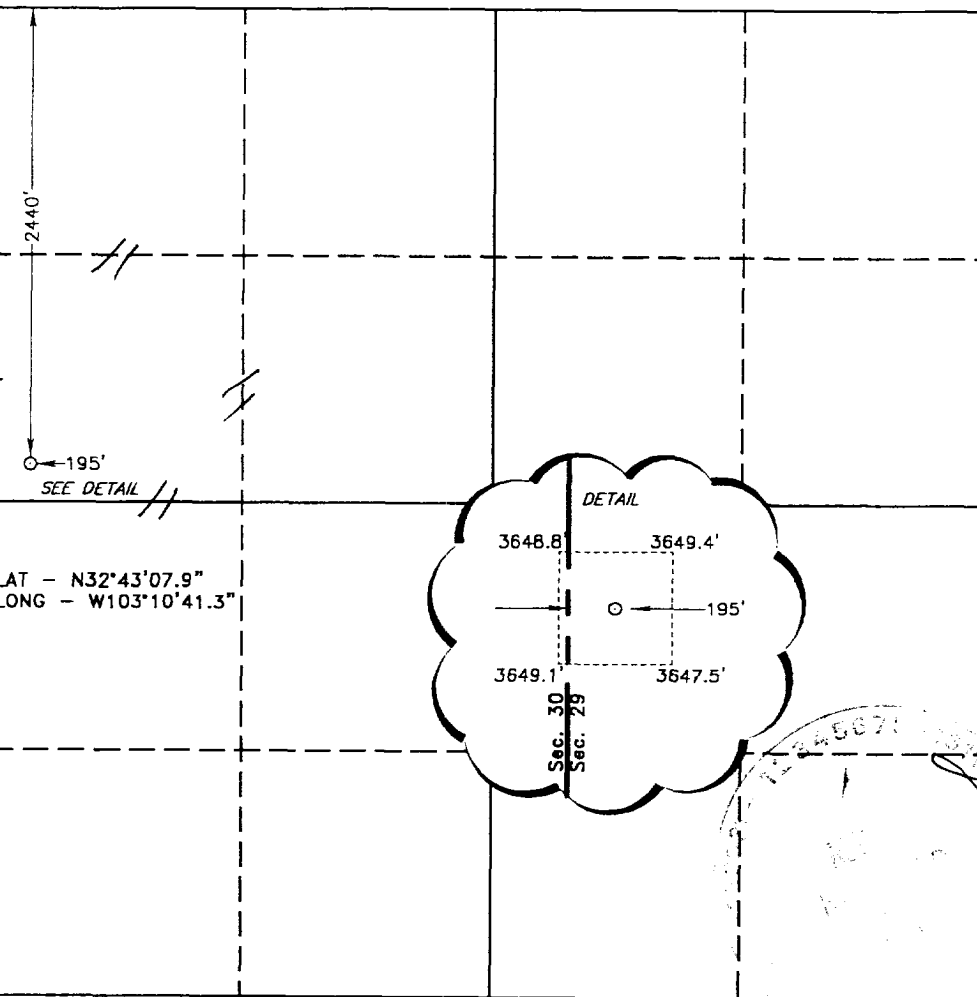

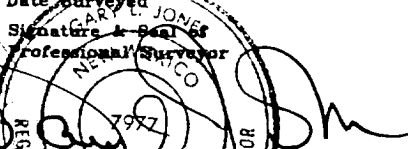
Surface Location

| UL or lot No. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
| E | 29 | 18 S | 38 E | | 2440 | NORTH | 195 | WEST | LEA |

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 |
|-----------------------|-----------------|--------------------|-----------------------------|---------|---------------|------------------|---------------|----------------|--------|
| | | | | | | | | | |
| Dedicated Acres 40 | Joint or Infill | Consolidation Code | Order No. R-11638 | | | | | | |

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

| | |
|---|---|
|  | OPERATOR CERTIFICATION I hereby certify the the information contained herein is true and complete to the best of my knowledge and belief.  Signature Ann Burdette Printed Name Regulatory Technician Title 8/2/01 Date |
| | 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. April 20, 2001 Date Surveyed  Signature C.R. Jones Professional Surveyor W.D. No. 12461 Certificate No. 6000 Jones 7977 BASIN SURVEYS |
| | |
| | |

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0135
Expires November 30, 2000

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

5. Lease Serial No.
LC-032233-A

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.

8. Well Name and No.
Bowers "A" Federal #40

9. API Well No.

10. Field and Pool, or Exploratory Area
Hobbs: Upper Blinberry

11. County or Parish, State
Lea, New Mexico

SUBMIT IN TRIPLICATE - Other instructions on reverse side

1. Type of Well
☐ Oil Well ☐ Gas Well ☒ Other

2. Name of Operator
Texland Petroleum - Hobbs, L.L.C

3a. Address
777 Main Street, Ste. 3200, Ft. Worth, tx. 76102

3b. Phone No. (include area code)
(817)336-2751

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
Sec. 29, T18S, R38E NMPM

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION

TYPE OF ACTION

☒ Notice of Intent

☐ Subsequent Report

☐ Final Abandonment Notice

☐ Acidize

☐ Alter Casing

☐ Casing Repair

☐ Change Plans

☐ Convert to Injection

☐ Deepen

☐ Fracture Treat

☐ New Construction

☐ Plug and Abandon

☐ Plug Back

☐ Production (Start/ Resume)

☐ Reclamation

☐ Recomplete

☐ Temporarily Abandon

☐ Water Disposal

☐ Water Shut-Off

☐ Well Integrity

☒ Other lay injection
lines to well

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

Texland Petroleum - Hobbs, L.L.C. proposes to lay a 2" injection line of 1,890.6 feet from the Bowers "A" Federal Well #40 to the Bowers "A" Federal Well #42, as staked. The surface disturbance will be a clearance of 1,890.6' long x 50' wide will be dragged and a 12" deep ditch dug where the line will be buried. After completion the site will be left in an aesthetically pleasing condition as possible. Archeological Survey Report has been filed and a survey plat is attached.

14. I hereby certify that the foregoing is true and correct
Name (Printed/Typed)

Ann Burdette

Title
Regulatory Technician

Signature

Date
08/20/2001

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by /s/ LESLIE A. THEISS

FIELD MANAGER

Date
NOV 02 2001

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Office
CARLSBAD FIELD OFFICE

Title 18 U.S.C. Section 1001 makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

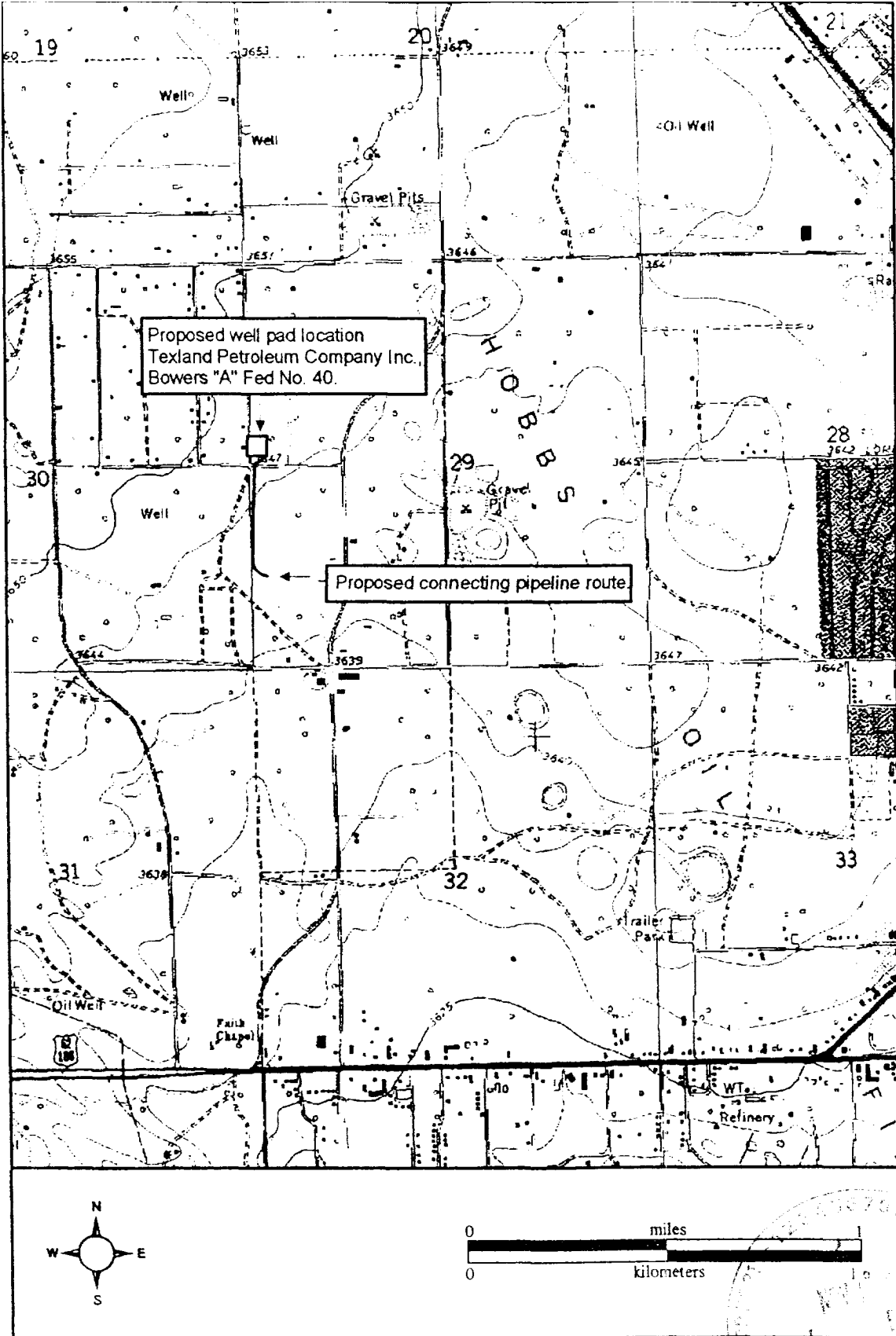
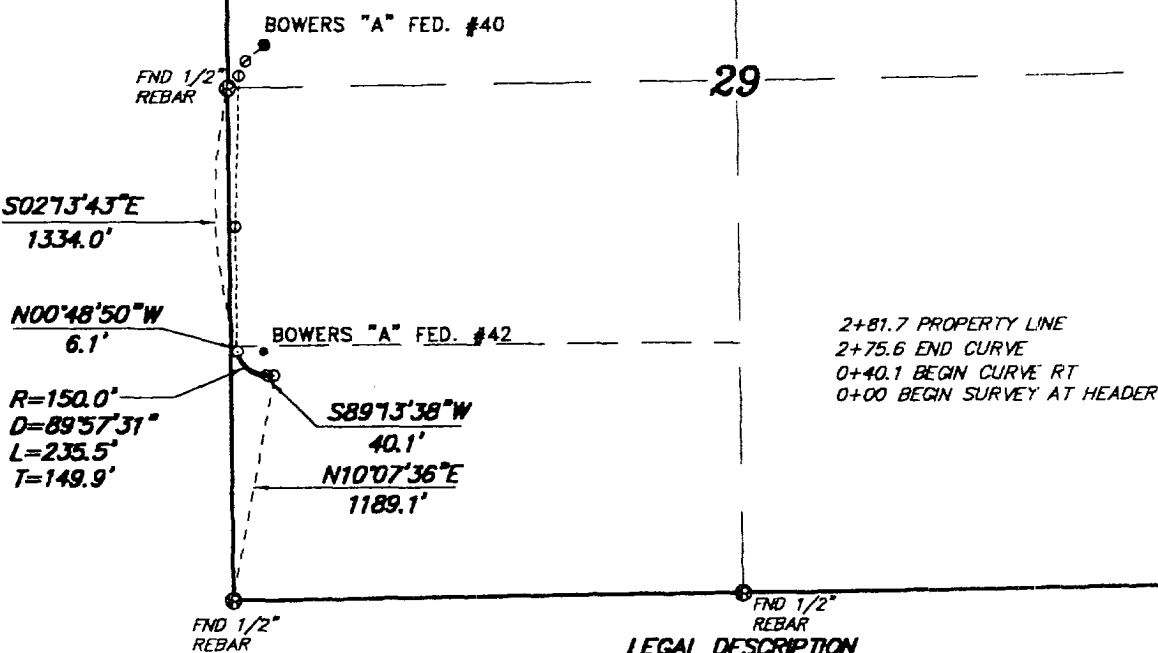


Figure 1. Proposed well pad location and connecting pipeline route for Texland Petroleum Company Inc.'s Bowers "A" Fed No. 40 well (USGS 7.5" map, Hobbs West, 1979).

SECTION 29, TOWNSHIP 18 SOUTH, RANGE 38 EAST,
LEA COUNTY, NEW MEXICO.

OWNER: WILLIAM CECIL GRIMES MADDOX



LEGAL DESCRIPTION

A STRIP OF LAND 30.0 FEET WIDE, LOCATED IN SECTION 29, TOWNSHIP 18 SOUTH, RANGE 38 EAST, N.M.P.M., LEA COUNTY, NEW MEXICO AND BEING 15.0 FEET LEFT AND RIGHT OF THE FOLLOWING DESCRIBED CENTERLINE SURVEY.

BEGINNING AT A POINT WHICH LIES N.10°07'36\"E., 1189.1 FEET FROM THE SOUTHWEST CORNER OF SAID SECTION 29; THENCE S.89°13'38\"W., 40.1 FEET TO A POINT ON A CURVE TO THE RIGHT HAVING A RADIUS OF 150.0 FEET, AND A CENTRAL ANGLE OF 89°57'31\" THROUGH A DISTANCE OF 235.5 FEET; THENCE N.00°48'50\"W., 6.1 FEET TO THE END OF THIS LINE WHICH LIES S.02°13'43\"E., 1334.0 FEET FROM THE WEST QUARTER CORNER OF SAID SECTION 29. SAID STRIP OF LAND BEING 281.7 FEET OR 17.07 RODS IN LENGTH.

NOTE:
ALL BEARINGS ARE BASED ON STATE
PLANE COORDINATES--NEW MEXICO EAST
ZONE(NAD83), AND ALL DISTANCES ARE
GROUND DISTANCE.

I HEREBY CERTIFY THAT THIS PLAT WAS PREPARED
FROM FIELD NOTES OF AN ACTUAL SURVEY AND
MEETS OR EXCEEDS ALL REQUIREMENTS FOR LAND
SURVEYS AS SPECIFIED BY THIS STATE.

GARY L. JONES N.M. P.S. No. 7977
TEXAS P.L.S. No. 5074

BASIN SURVEYS P.O. BOX 1785--HOBBS, NEW MEXICO

W.O. Number: 1377

Drawn By: **K. GOAD**

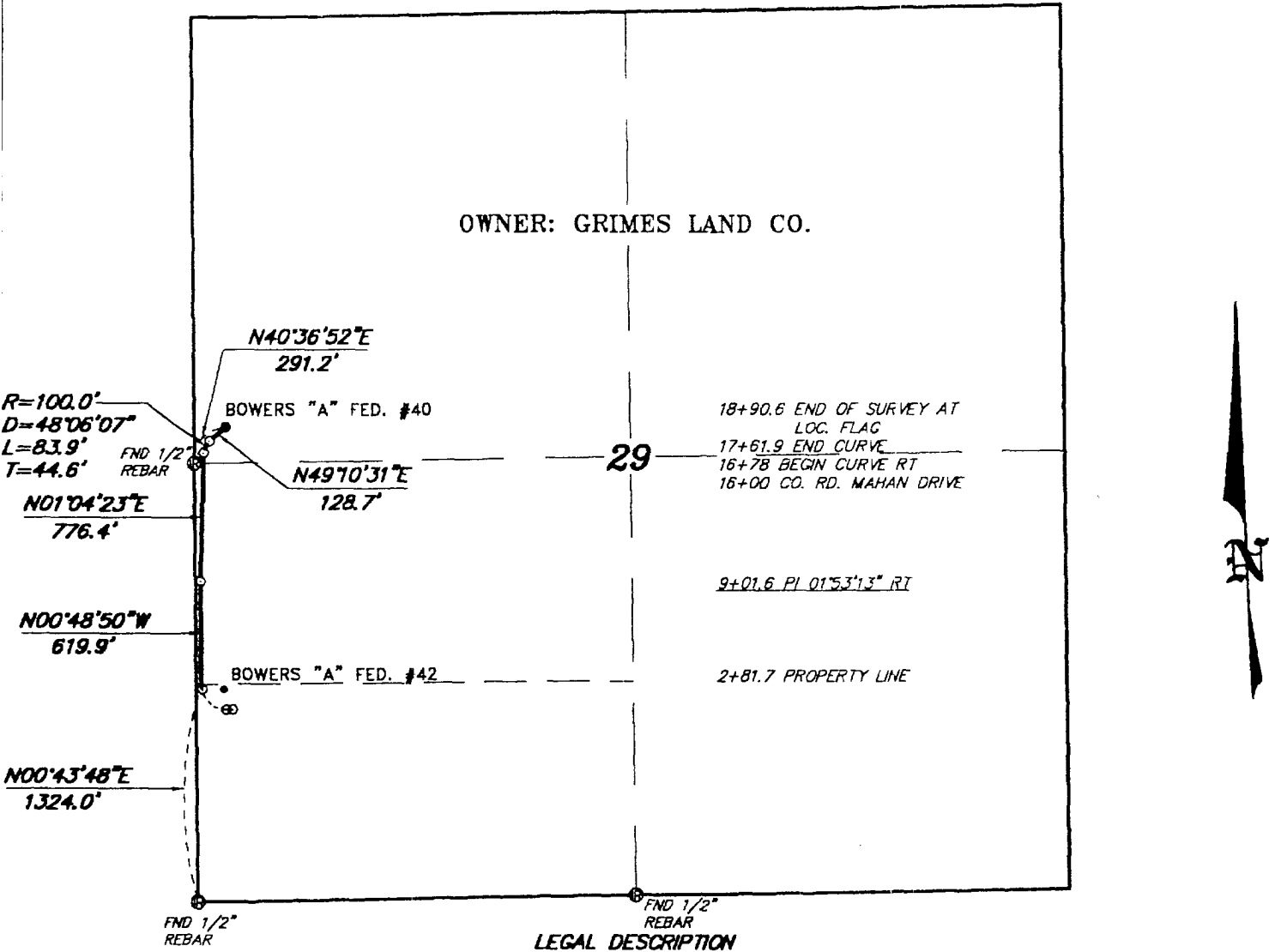
1000 0 1000 2000 FEET

TEXLAND PETROLEUM INC.

REF: PROPOSED INJECTION LINE TO THE BOWERS "A" FED. #40

A PIPELINE CROSSING FEE LAND IN
SECTION 29, TOWNSHIP 18 SOUTH, RANGE 38 EAST,
N.M.P.M., LEA COUNTY, NEW MEXICO.

SECTION 29, TOWNSHIP 18 SOUTH, RANGE 38 EAST,
LEA COUNTY, NEW MEXICO.



A STRIP OF LAND 30.0 FEET WIDE, LOCATED IN SECTION 29, TOWNSHIP 18 SOUTH, RANGE 38 EAST, N.M.P.M., LEA COUNTY, NEW MEXICO AND BEING 15.0 FEET LEFT AND RIGHT OF THE FOLLOWING DESCRIBED CENTERLINE SURVEY.

BEGINNING AT A POINT ON THE SOUTH PROPERTY LINE WHICH LIES N.00°43'48"E., 1324.0 FEET FROM THE SOUTHWEST CORNER OF SAID SECTION 29; THENCE N.00°48'50"W., 619.9 FEET; THENCE N.01°04'23"E., 776.4 FEET TO A CURVE TO THE RIGHT HAVING A RADIUS OF 100.0 FEET AND A CENTRAL ANGLE OF 48°06'07" THROUGH A DISTANCE OF 83.9 FEET; THENCE N.49°10'31"E., 128.7 FEET TO THE END OF THIS LINE WHICH LIES N.40°36'52"E., 291.2 FEET FROM THE WEST QUARTER CORNER OF SAID SECTION 29. SAID STRIP OF LAND BEING 1608.9 FEET OR 97.51 RODS IN LENGTH.

NOTE:
ALL BEARINGS ARE BASED ON STATE
PLANE COORDINATES-NEW MEXICO EAST
ZONE(NAD83), AND ALL DISTANCES ARE
GROUND DISTANCE.

1000 0 1000 2000 FEET

I HEREBY CERTIFY THAT THIS PLAT WAS PREPARED
FROM FIELD NOTES OF AN ACTUAL SURVEY AND
MEETS OR EXCEEDS ALL REQUIREMENTS FOR LAND
SURVEYS AS SPECIFIED BY THIS STATE.

GARY L. JONES N.M. P.S. No. 7977
TEXAS P.L.S. No. 5074

TEXLAND PETROLEUM INC.

REF: PROPOSED INJECTION LINE TO THE BOWERS "A" FED. #40

A PIPELINE CROSSING FEE LAND IN

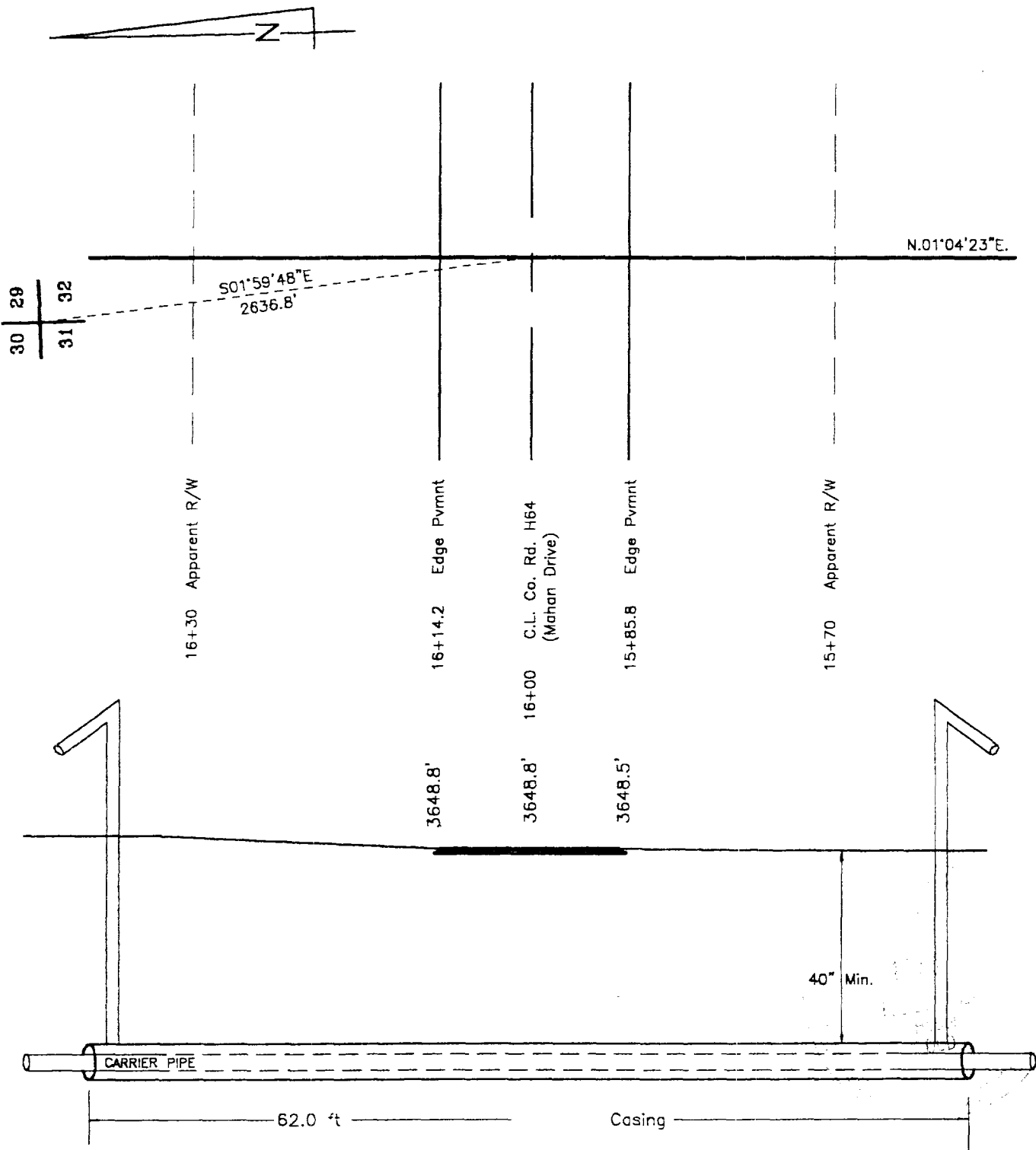
SECTION 29, TOWNSHIP 18 SOUTH, RANGE 38 EAST,

N.M.P.M., LEA COUNTY, NEW MEXICO.

BASIN SURVEYS P.O. BOX 1786-HOBBS, NEW MEXICO

W.C. Number: 1377

Drawn By: K. GOAD



| | Carrier Pipe | Casing Pipe | PROPOSED CROSSING OF COUNTY ROAD H64 |
|----------|--------------|-------------|--|
| Contents | | | TEXLAND PETROLEUM |
| O.D. | | | REF: PROP. INJECTION LINE TO THE BOWERS "A" FED. #40 |
| I.D. | | | A ROAD CROSSING LOCATED IN SECTION 29, TOWNSHIP 18 SOUTH, RANGE 38 EAST, N.M.P.V., LEA COUNTY, NEW MEXICO. |
| Material | | | |
| W.T. | | | |
| Grade | | | |

TEXLAND PETROLEUM, INC.

EXPLORATION AND PRODUCTION

777 MAIN STREET, SUITE 3200

FORT WORTH, TEXAS 76102

AREA 817 336-2751

August 8, 2001

United States Department of the Interior
Bureau of Land Management
Attn: Linda A. Askwig
2909 West Second Street
Roswell, New Mexico 88202

RE: **Reference # 3162.4**
Application for Permit to Drill
Bowers "A" Federal Well #40
LC-032233-A
Lea County, New Mexico

Dear Ms. Askwig:

In response to your letter dated August 6, 2001, regarding the above reference Application to Drill, Texland Petroleum – Hobbs, L.L.C. states that a Private Surface Owner's Agreement has been reached concerning the surface use with the surface owner, Grimes Land Co.

If any further information is required please do not hesitate to contact me at (817)336-2751.

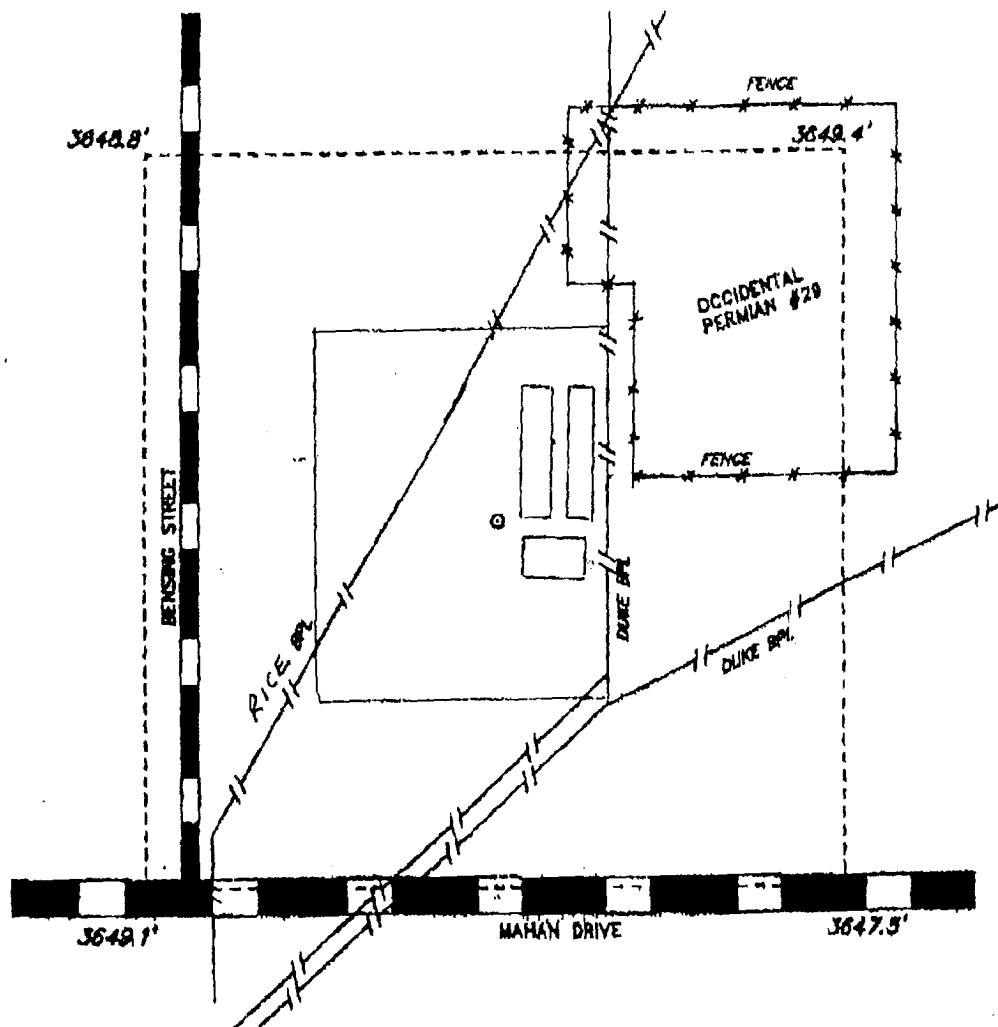
Sincerely,



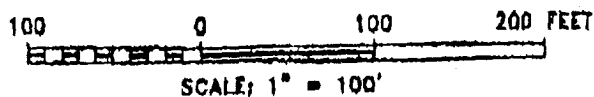
Ann Burdette
Regulatory Technician



SECTION 29, TOWNSHIP 18 SOUTH, RANGE 38 EAST, N.M.P.M.,
LEA COUNTY, NEW MEXICO.



Oxy has given permission to temporarily take out their fence. We will put up a temporary fence until pits can be covered. Rice has given permission to build location on top of their line. Our pits will parallel Duke's pipeline.



TEXLAND PETROLEUM INC.

REF: Bowers "A" Fed. No. 40 / Well Pad Topo

THE BOWERS "A" FED. No. 40 LOCATED 2440' FROM
THE NORTH LINE AND 195' FROM THE WEST LINE OF
SECTION 29, TOWNSHIP 18 SOUTH, RANGE 38 EAST,
N.M.P.M., LEA COUNTY, NEW MEXICO.

BASIN SURVEYS P.O. BOX 1786-HOBBS, NEW MEXICO

W.O. Number: 1246

Drawn By: K. GOAD

Date: 04-20-2001 Disk: KJG CD#4 - 1246.DWG

Survey Date: 04-20-2001

Sheet 1 of 1 Sheets

TEXLAND PETROLEUM, INC.

EXPLORATION AND PRODUCTION

777 MAIN STREET, SUITE 3000

FORT WORTH, TEXAS 76102

AREA 817 336-2751

September 12, 2001

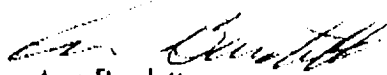
VIA FAX: (505) 885-9264United State Department of the Interior
Bureau of Land ManagementAttn: Don Peterson
620 E. Greene Street
Carlsbad, NM 88220-6292RE: Well Pad Diagram
Bowers "A" Federal Well #40, 41, 42, & 43
Lea County

Dear Mr. Peterson:

I have attached detailed well pad diagrams, detailing the well pad layout, pit and pipeline locations, to be placed for the drilling operations of the Bowers "A" Federal #40, 41, 42 & 43 wells. All affected parties are in agreement to these proposals.

If you have any questions or any further information is needed, please contact me at (817) 336-2751 or by e-mail aburdette@texpetro.com.

Sincerely,

Ann Burdette
Regulatory Technician

Attachment

Handwritten notes and stamps in the bottom right corner, including a circular stamp with the text "FEDERAL LAND MANAGEMENT" and "BUREAU OF LAND MANAGEMENT".

TEXLAND PETROLEUM, INC.

EXPLORATION AND PRODUCTION

777 MAIN STREET, SUITE 3200

FORT WORTH, TEXAS 76102

AREA 817 336-2751

RECEIVED

AUG 6 01

August 2, 2001

BLM
ROSWELL, NM

United States Department of the Interior
Bureau of Land Management
Roswell District Office
2909 West Second Street
Roswell, New Mexico 88201

RE: Application for Permit to Drill
Texland Petroleum – Hobbs, L.L.C.
Bowers "A" Federal Well #40
Lea County, New Mexico
Lease No. LC-032233.A

Gentlemen:

Texland Petroleum – Hobbs, L.L.C. respectfully requests permission to drill our Bowers "A" Federal, Well #40 located 2440' FNL & 195' FWL of Section 29, T18S, R38E, Lea County, New Mexico, Federal Lease No. LC-032233-A. The proposed well will be drilled to a TD of approximately 6000' (TVD). The location and work area has been staked. It is approximately 3 miles west of Hobbs, New Mexico.

In accordance with requirements stipulated in Federal Onshore Oil and Gas Order No. 1 under 43 CFR 3162.1, our Application for Permission to Drill and supporting evidence is hereby submitted.

I. Application for Permit to Drill:

1. Form 3160.3, Application for Permit to Drill
2. Form C-102 location and Acreage Dedication plat certified by Gary E. Jones, Registered Land Surveyor No. 7977 in the State of New Mexico dated April 20, 2001.
3. The elevation of the unprepared ground is 3650' feet above sea level.
4. The geologic name of the surface formation is Permian Rustler.

