

New Mexico Oil Conservation Division, District I
1625 N. French Drive
Hobbs, NM 88240

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

SEMI-TRIPPLICATE*
(Other instructions on
reverse side)

FORM APPROVED
OMB NO. 1004-0136
Expires: February 28, 1995

APPLICATION FOR PERMIT TO DRILL OR DEEPEN

1a. TYPE OF WORK

DRILL ☒

DEEPEN

b. TYPE OF WELL

OIL
WELL

GAS
WELL ☒

OTHER

SINGLE
ZONE

MULTIPLE
ZONE

2. NAME OF OPERATOR

Nearburg Producing Company

3. ADDRESS AND TELEPHONE NO.

3300 North "A" Street, Bldg 2, Ste 120, Midland, TX 79705 (915) 686-8235

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.)*

At surface Unit I, 1650' FSL and 660' FEL

At proposed prod. zone

14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE*

4 miles southwest of Buckeye, New Mexico

15. DISTANCE FROM PROPOSED*

LOCATION TO NEAREST
PROPERTY OR LEASE LINE, FT
(Also to nearest drilg. unit line, if any)

660'

16. NO. OF ACRES IN LEASE

80'

17. NO. OF ACRES ASSIGNED
TO THIS WELL

320'

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

19. PROPOSED DEPTH

13,700'

20. ROTARY OR CABLE TOOLS

Rotary

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

3957' GR

22. APPROX. DATE WORK WILL START*

02/01/2002

Proposed Casing and Cementing Program

23.

SIZE OF HOLE

GRADE, SIZE OF CASING

WEIGHT PER FOOT

SETTING DEPTH

17-1/2"

13-3/8" J55

48#

350'

11"

8-5/8" J55

32#

5200'

7-7/8"

5-1/2" J55, N80

17# & 20#

13,700'

QUANTITY OF CEMENT

300 sx cmt, circ to surface

1800 sx cmt, circ to surface

925 sx cmt

Propose to drill the well to sufficient depth to evaluate the Morrow formation. After reaching TD, logs will be run and casing set if the evaluation is positive. Perforate, test and stimulate as necessary to establish production.

Acreage dedication 320; E/2 of Section 31

OPER. PERMIT NO. 15742
PROPERTY NO. 29480
WELL LOG NO. 79830
ENT. DATE 2-20-02
APPROX. 30-025-35841

APPROVAL SUBJECT TO
GENERAL REQUIREMENTS AND
SPECIAL STIPULATIONS
ATTACHED

IN ABOVE SPACE DESCRIBE PROGRAM: If proposal is to deepen, 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

Kim Stewart

TITLE Regulatory Analyst

DATE 01/03/2002

(This space for Federal or State office use)

PERMIT NO

APPROVAL DATE

Application approval 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.

CONDITIONS OF APPROVAL, IF ANY

APPROVED BY

/s/ LESLIE A. THEISS

TITLE

FIELD MANAGER

DATE FEB 19 2002

*See Instructions On Reverse Side

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.

APPROVAL FOR 1 YEAR
KE MP