Form 3160-3 (November 1983) (formerly 9-331C)	DEFAILTMEN		SMEXIC	0 88240	IIT IN 7 ber instruc reverse si	iCATE ctions on ide)	<i>30-025</i> Form approved. Budget Bureau Expires August <u>ECFIVED</u> 5. LEASE DESIGNATION	No. 1004-0136 31, 1985
BUREAU OF LAND MANAGEMENT							NM 40452	
APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK							6. IF INDIAN, ALLOTTER OR TRIBE NAME	
DR		DEEPEN	_		JG BAG	ONIL L	7. UNIT AGREEMENT N	
	VELL OTHER		SINC ZON		MULTIP Zone	ADE	S. FARM OR LEASE NAN	(8
Santa Fe Energy Operating Partners, L.P.							Shinnery 14 Federal 9. WELL NO.	
500 W. Illinois, Suite 500, Midland TV 70701							2 10. FIELD AND POOL OF WILDOW	
4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.*) At surface 330' FSL & 660' FEL of Sec. 14, 18S, 32E							10. FIELD AND POOL, OR, WILDCAT Querecho & Jam, Upper Bone Spring 11. SBC., T., B., M., OR BLK.	
At proposed prod. zone Unit P							AND SURVEY OR AREA	
14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE*							14, 18S, 32E 12. COUNTY OF PARISH 13. STATE	
25 miles NE of Carlsbad, New Mexico							Lea	NM
15. DISTANCE FROM PROPOSED [®] LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. (Also to nearest drlg. unit line, if any) 330 [†]				16. NO. OF ACRES IN LEASE 17. NO. TO T			ACRES ASSIGNED HIS WELL 40	
18. DISTANCE FROM PROI TO NEAREST WELL, D	RILLING COMPLEMEN		19. PROP	OSED DEPTH		20. ROTAR	T OR CABLE TOOLS	
OR APPLIED FOR, ON THIS LEASE, FT.			10.0001				otary	
21. SLEVATIONS (Show whether DF, RT, GR, etc.)							22. APPROX. DATE WORK WILL START*	
3801.5' (505)							ASAP	
PROPOSED CASING AND CEMENTING PROGRAM								
SIZE OF HOLE	BIZE OF CABING	WEIGHT PER FO	DOT BETTING DEPTH			QUANTITY OF CEMENT		
17 1/2	13 3/8	48.0		400	+	475 sx CIRCULATE		
12 1/4	8 5/8	24.0		2680+ See below CIRCULATE			<u> </u>	
7 7/8	5 1/2	17.0		10200		See below		

Move in drilling rig. Drill 17 1/2" hole to 400'. Run 13 3/8" casing and cement to surface with 475 sx "C" cement w/2% CaCl2. WOC 6 hours. Nipple up BOP and and test BOP and casing to 600 psi. Drill 12 1/4" hole to 2680' (200' below base of salt). Run 8 5/8" casing and cement with sufficient Cl "C" poz cement w/6% gel, 10% NaCl and 1 lb/sk celloflake followed by 360 sx of "C" cement w/2% CaCl2 to circulate. Install BOP and test rams and choke to 3000 psi, annular to 1500 psi. Drill 7 7/8" hole to core point in Queen (+3850'). Cut 60' core. Drill 7 7/8" hole to core point in Penrose (+4120'). Cut 40' core. Drill 7 7/8" hole to TD. Run logs. Run 5 1/2" casing and cement with 50/50 poz/"H" cement, 2% gel, 6 lbs/sk NaCl and 0.75% fluid loss additive. Sufficient cement will be used to cover all potentially productive zones.

IN ABOVE SPACE DESCRIBE PROFOSED PROGRAM: If proposal is to deepen or plug back, give data on present productive sone and proposed new productive sone. 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.

char TITLE District Drilling Engineer DATE 1-10-89 BIGNED . (This space for Federal or State office use) PERMIT NO. Grig. Signed by archard L. Manus APPROVAL DATE $\mathbb{A}^{(n)} \subseteq \mathbb{A}^{(n)} \subseteq \mathbb{A}^{(n)}$ CARLILLAD RESOURCE AREA DATE -2 24-89 APPROVED BY _ TITLE . CONDITIONS OF APPROVAL. IF ANYO GENERAL REQUIREMENTS AND SPECIAL STIPULATIONS *See Instructions On Reverse Side ATTACHED Jee Instructions on neverse 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.