Submit to Appropriate District Office State Lease — 6 copies Fee Lease — 5 copies

State of New Mexico Energy, Minerals and Natural Resources Department

DISTRICT

OIL CONSERVATION DIVISION

Form C	-101
Revised	1-1-8

	1, 1111, 1	CONSERVATIO						
DISTRICT I P.O. Box 1980, Hobba, N	M 88240	P.O. Box 20	88	APLINO. (a	API NO. (assigned by OCD on New Wells) 30-025-30985			
DISTRICT II P.O. Drawer DD, Artesia,		anta Fe, New Mexico	87504-2088		Type of Lease	, []		
DISTRICT III				6 State Oi	& Gas Lease			
1000 Rio Brazos Rd., Azte	sc, NM 87410			0. 5.2.0		-1357		
APPLICA"	TION FOR PERMIT	O DRILL, DEEPEN, O	OR PLUG BACK					
Ia. Type of Work:					7. Lease Name or Unit Agreement Name			
b. Type of Well:	L X RE-ENTER	DEEPEN	PLUG BACK		ell "16" St			
MET X MET GVS	OTHER	SINCLE ZONE	X MULTIPLE 20NB		en 10 St	ate		
2. Name of Operator				8. Well No				
Meridian Oil Inc.		 				3		
3. Address of Operator	didland TV 7070E				9. Pool name or Wildcat			
21 Desta Dr., Midland, TX 79705					Young (Wolfcamp)			
4. Well Location Unit Letter G	: 1650' Feet Fr	om The North	Line and 23	10' Feet	From The E	ast Line		
Section	16 Towns	hip 18 South Ray	nge 32 East	NMPM Le	a	County		
<i>\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\</i>		10. Proposed Depth	0002	11. Formation		12. Rotary or C.T.		
13 Pleasing / Chan which	OF PT CP and		,000'	Wolfc		Rotary		
13. Elevations (Show whether DF, RT, GR, etc.) 3787' GR. 14. Kind & Status Plug. Bond 15. Drilling Contractor			ractor	16. Approx. Date Work will start 27 Aug 1990				
17.						7 Aug 1990		
		OPOSED CASING AN						
SIZE OF HOLE 17 1/2"	SIZE OF CASING	WEIGHT PER FOOT	SETTING DEP	TH SACKS OF	CEMENT	EST. TOP		
	13 3/8"	48#	350'	350		Surface		
12 1/4"	8 5/8"	24#	2,900'	1200) sx	Surface		
7 7/8"	5 1/2"	15.5# & 17#	11,000'	2100) sx	2700'		

Drill 17 1/2" hole to 350'. Set 13 3/8" csg @350'. Cmt w/350 sx Class C--circulate. Drill 12 1/4" hole to 2900'. Set 8 5/8" csg @2900'. Lead w/1000 sx Lite C and tail w/200 sx Class C--circulate. Drill to TD to test the Middle & Lower Wolfcamp. If commercial, run 5 1/2" csg to 11,000'. Cmt w/sufficient volume to bring above all prospective zones. Est. TOC @2700'. Perf. and stimulate the Wolfcamp for production.

MUD PROGRAM: 0-350' spud mud; 350'-2,900' brine; 2,900'-10,700' cut brine and sweeps (chlorides 30,000+ppm). 10,700'-TD cut brine and Drispac. MW 9.0-9.2 (solids must be less than 5% w/VIS 32-36). BOP PROGRAM: 13 5/8"-2M annular BOP to be installed on 13 3/8" csg. 10"-3M stack to be installed on 8 5/8" and left on for remainder of drilling. Stack to consist of annular BOP, blind ram BOP, and one pipe ram BOP. After setting BOP's on 8 5/8" csg, test using an independent tester.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.					
SIGNATURE Estella M. Alvarado	Production Analyst	DATE 16 August 1990 TELEPHONE NO. 915/686-5636			
TYPEOR PRINT NAME Estella M. Alvarado					
(This space for State Use) ORIGINAL SIGNED BY JEERY SEXTON ORIGINAL SIGNED BY JEERY SEXTON		1:00 6			
APPROVED BY		AUU 2 U 1991			

Permit Expires 6 Months From Approval Date Unless Drilling Underway.