Form 3160-3 (July 1992)

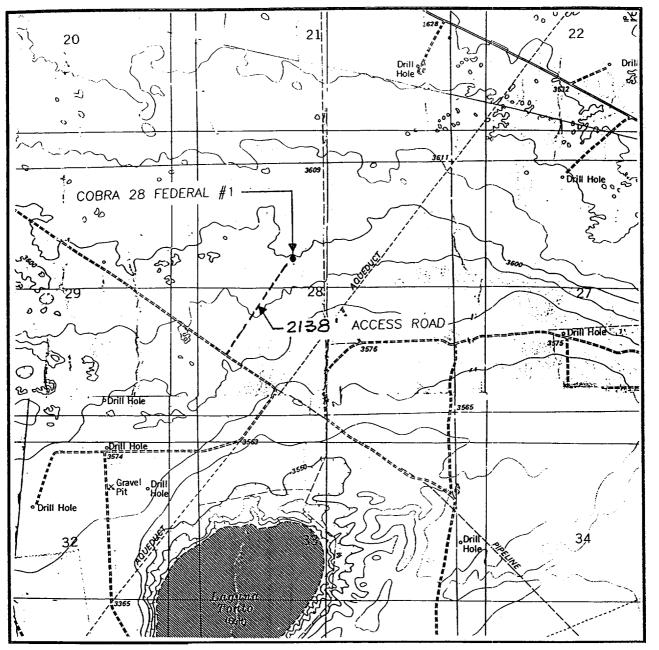
N. M. CH. CONS. COMMISSION LICATE*

UNITED STATES HOBBS, NEW MERICO 88240 DEPARTMENT OF THE INTERIOR

LOK	M APPROVED	
OMB	NO. 1004-0136	
Expires	February 28, 19	
copiics.	reoratry 28, 19	95

	DEIARTMENT			· ^	5. LEASE DESIGNATION	AND SERIAL NO.
	BUREAU OF	LAND MANAGEM	<u>ENI</u>	CEN	NM-27570	
APPL	ICATION FOR PI	ERMIT TO DRI	LL OR DEEPEN,		6: IF INDIAN, ALLOTTE	E OR TRIBE NAME
1a. TYPE OF WORK			· · · · · · · · · · · · · · · · · · ·	9-21	1 -11==52	
- :	RILL 🖾	DEEPEN 🗌	D1		7. ONT AGREEMENT	NAMB
b. TYPE OF WELL	WELL XX OTHER		SINGLE MULTIS	ELE (8. FARM OR LEASE NAME W	ET L NO
2. NAME OF OPERATOR	WELL &A OTHER		ZONE L. ZONE		HADURO FED	ERAL HULT#5
Nearburg	Producing Company	v	6/02/97 50	am	9. API WELL NO.	deral #1
3. ADDRESS AND TELEPHONE NO		1	(915) 686-8235			7.00
3300 N. "	A" St., Bldg. 2,	Suite 120, Mi	dland, TX 79705		10. FIELD AND POOL,	OR WILDCAT
4. LOCATION OF WELL (I At surface	Report location clearly and	in accordance with an	y State requirements.*)		Undesignate	d - Morrow
1,980' FN	L & 1,980' FWL				11. SEC., T., R., M., OR AND SURVEY OR A	BLK. REA
At proposed prod. zo	•					_
14					Sec. 28, T	•
	AND DIRECTION FROM NEAR		FICE*		12. COUNTY OR PARISE Lea	1
15 1/2 mi 15. DISTANCE FROM PROF	les SW of Buckey		NO. OF ACRES IN LEASE	1 17 NO 4	OF ACRES ASSIGNED	NM
LOCATION TO NEARES PROPERTY OF LEASE	ST Line, pt.	10.	320		HIS WELL	
(Also to nearest dri 18. DISTANCE FROM PRO	lg. unit line, if any)	19	PROPOSED DEPTH	20. ROTA	320	
TO NEAREST WELL, I OR APPLIED FOR, ON TE	DRILLING, COMPLETED,		13,500'	1	Rotary	
21. ELEVATIONS (Show wi	hether DF, RT, GR, etc.)		· · · · · · · · · · · · · · · · · · ·	'	22. APPROX. DATE W	ORK WILL START
3,599' GR		SE	Cretary's Pota	SH	8/1/97	
23.	······································	PROPOSED CASING A	IND CEMENTING PROGRA	М		
SIZE OF HOLE	GRADE, SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	de	QUANTITY OF CEME	NT
17 1/2"	13-3/8" H-40	48#	350)500) '	375. sx	TINESS LIRCULA
11" K-55 E S80H	8-5/8" 3-55	24# & 32#	5,200'		2,400 sx	CIRCULATE
7-7/8"	5-1/2" N-80	17# & 20#	13,6001		3,200 sx.	
	1		13.500'	I		
AF: Pe: OPER. OGRI PHOPERTY POOL CODE EFF. DATE API NO	ter reaching TD, reforate, test and ID NO. 15742 NO. 215D9 17370 1912 197 19.025-341	logs will be distimulate as	GI SF A7 data on present productive zone rtical depths. Give blowout preve	PROVAENERAL PECIAL STACHE	the evaluation production. LSUBJECT TO PROJUREMENTS STIPULATIONS D	SANC
Δ	Quet /		Manager, Drillin	g and		20 1007
SIGNER	Jours James	TITLE _	Production		DATEMAY	<u>, 30, 1997</u>
(This space for Fed	eral or State office use)	7				
PERMIT NO.			APPROVAL DATE			
	not warrant or certify that the ann	licant holds legal or equitable	e title to those rights in the subject	lease which w	rould entitle the applicant to o	onduct operations thereon.
CONDITIONS OF APPROVA			5 3		••	
		,	1			
APPROVED BY	chaso A Wh	17104 mme	ETING STATE) IFECT	-1 bate 7-2	1.97
•		*See Instruction	ns On Reverse Side			

LOCATION VERIFICATION MAP



SCALE: 1'' = 2000'

CONTOUR INTERVAL: LUGUNA GATUNA — 10' LUGUNA GATUNA NW — 10'

SEC. <u>28</u> TWP. <u>19-S</u> RGE. <u>33-E</u>
SURVEYN.M.P.M.
COUNTYLEA
DESCRIPTION 1980' FNL & 1980' FWL
ELEVATION 3599
OPERATOR NEARBURG PRODUCING COMPANY LEASE COBRA 28 FEDERAL
U.S.G.S. TOPOGRAPHIC MAP

LAGUNA GATUNA, LAGUNA GATUNA NW. N.M.

JOHN WEST ENGINEERING HOBBS, NEW MEXICO (505) 393-3117 DISTRICT I \$.0. Bez 1980, Hobbe, NM 88241-1980

DISTRICT IV

State of New Mexico

Energy, Minerals and Natural Resources Depart

Form C-102
Revised February 10, 1994
Submit to Appropriate District Office

State Lease - 4 Copies
Fee Lease - 3 Copies

DISTRICT II P.O. Drawer DD, Artesia, NM 88211-0719

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

P.O. BOX 2088, SANTA FE, N.M. 87504-2088

OIL CONSERVATION DIVISION

P.O. Box 2088

Santa Fe, New Mexico 87504-2088

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number	Pool Code	Pool Name	
70-025-34121	7737 0	Oem Wildcat - Morrow	
Property Code		roperty Name Maduro,	Well Number
21509	_COBRA	28 FEDERAL Federal Unit	15
OGRID No.		perator Name	Elevation
15742	NEARBURG PR	ODUCING COMPANY	3599

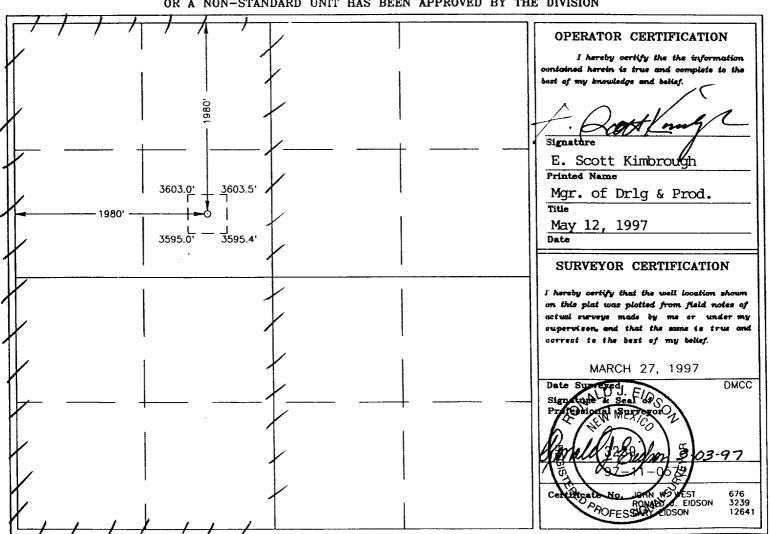
Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
F	28	19 S	33 E		1980	NORTH	1980	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	Joint o	r Infill Co	nsolidation (Code Or	der No.				
320	N	r							

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



SUPPLEMENTAL DRILLING DATA **NEARBURG PRODUCING COMPANY MADURO FEDERAL UNIT #5**

· Revised well mane.
· Revised easing design (int.)

acs
4/14/97

SURFACE FORMATION:

Red Beds

ESTIMATED TOPS OF GEOLOGIC MARKERS:

T/Delaware	5,150
T/Bone Spring	7,870
T/Wolfcamp	10,945'
T/Stawn	12,100'
T/Atoka	12,480
T/Morrow	12,730

ANTICIPATED POSSIBLE HYDROCARBON BEARING ZONES:

Morrow

CASING AND CEMENTING PROGRAM:

	Setting Depth			-	4 AS SAOWN ON FORM 3160-3
Casing Size	From To	Weight	Grade 1)	Joint	14(4 3160-3
13-3/8"	0 - 500'	48#		ST&C	
8-5/8"	0 - 2,000'	24#	K-55	ST&C	
	2,000 - 4 ,400' 44	22# (1) (1)	K-55	ST&C	
	4,400' - 5,200'	per Bigg willer	S-80HC HCK-55		
5-1/2"	0 - 4,200°	20#		.T&C	
	4,200' - 8,400'	17#	N80 1	T&C	
	8,400' - 13,500'	20#	N80 I	T&C	

^{* 9-80} GRADE HAS BEEN CHANGED TO HIGH COLLAPSE K-55 (HCK-55), NO CHANGES IN PERFORMANCE Equivalent or adequate grades and weights of casing may be substituted at time casing is run, depend PROFERIES. on availability. LONE STAP, 21 EP.

We plan to drill a 17-1/2" hole to equal 500'. 13-3/8" casing will be cemented with 500 sx or volume necessary to tie back to surface.

8-5/8"casing will be cemented with 2,300 sx of 35/65 Poz "C" or volume based on fluid caliper necessary to tie back to surface.

5-1/2" production casing will be cemented with 1,500 sx of 50/50 and 35/65 Poz "H" cement or volume necessary to tie back to 8-5/8" casing.

PRESSURE CONTROL EQUIPMENT:

The BOP stack will consist of a 5,000 psi working pressure, dual ram type preventer and annular.

A BOP sketch is attached.

6. CIRCULATING MEDIUM:

Surface to 13,500':

Spud and drill to 500' with fresh water mud for surface string. The intermediate section will be drilled with 10 ppg brine to 5,200'. The production section from 5,200' to 10,800' will be fresh water at 8.4 ppg, from 10,800' to 12,400' with 9 ppg cut brine, from 12,400' to 13,500' with a Brine/Poly Pac/XCD system with 9.5 ppg mud weight.

7. AUXILIARY EQUIPMENT:

None required.

8. TESTING, LOGGING AND CORING PROGRAM:

DLL/CNL/LDT/Cal/GR is planned, drill stem tests, cores and sidewall cores possible.

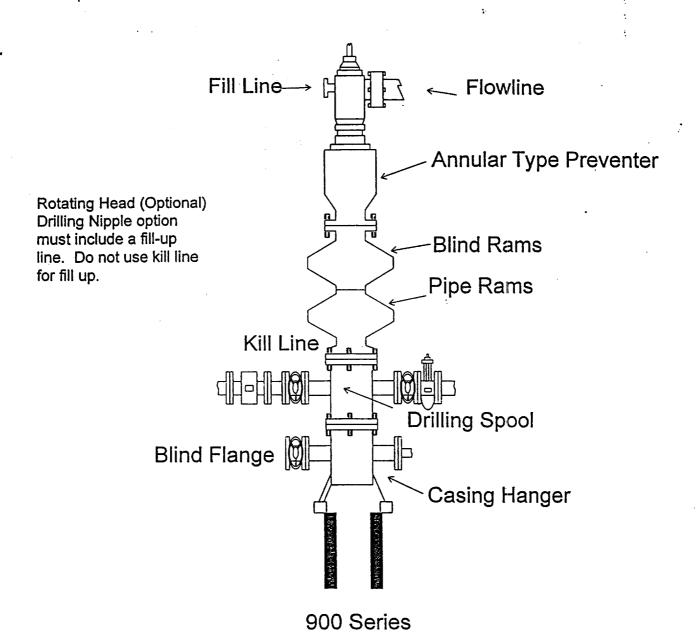
9. ABNORMAL PRESSURES, TEMPERATURES OR HYDROGEN SULFIDE GAS:

None anticipated. Expected maximum SBHP is estimated to be 5,000 psi.

10. ANTICIPATED STARTING DATE:

It is planned that operations will commence on August 1, 1997, with drilling and completion operations lasting about 45 days.

BOPE SCHEMATIC NEARBURG PRODUCING COMPANY



8 t/ /h

AS,