STATE OF NEW MEXICO ENERGY 400 MINERALS DEPARTMENT

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OIL CONSERVATION DIVISION P. O. BOX 2088 SANTA FE, NEW MEXICO 87501

Form C-104 Revised 10-01-78 Format 06-01-83 Page 1

REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT OIL AND NATURAL GAS

| Operator | | | | |
|---|--|-------------------------------|---------------------------------------|--|
| Grace Petroleum Corporation | | | | |
| Addreen | | | | |
| P. O. Drawer 2358, Midland, Texas 79702-2358 | | | | |
| Reozuri(s) to: filing (Check proper box) | Other (Flev. | exploinj | | |
| New Well Change in Transporter of: | Change in Transporter of: | | | |
| Recompletion Oil X Dr | y Gas Effect | ive 7-1-84 | | |
| Change in Ownership Casinghead Gas Ca | ondensate | | | |
| | | | | |
| If change of ownership give name and address of previous owner | | | | |
| | | | | |
| II. DESCRIPTION OF WELL AND LEASE | | | | |
| Lease Name (1917) Well No. Pool Name, Including Fi | ormation | Kind of Lease | Lease No. | |
| East Smith Ranch Federal 1 Teas Penn | | State, Federal or Fee Federal | NM-40406 | |
| Location | | | · · · · · · · · · · · · · · · · · · · | |
| Unit Letter D : 990 Feet From The North Lin | e and 990 | Free From The West | | |
| | | | | |
| Ling of Section 12 Township 20-5 Range 3 | 3-Е , мири | , Lea | County | |
| | | | | |
| III. DESIGNATION OF TRANSPORTER OF OIL AND NATURAL | GAS | | | |
| Name of Authorized Transporter of Off or Condensate (y) | Address (Give address to which approved copy of this form is to be sent) | | | |
| Western Crude Oil, Inc. | P.O.Box 1142,Midland, Texas 79702 | | | |
| Name of Authorized Transporter of Casinghead Gas or Dry Gas [Y] | | | | |
| Gas Company of New Mexico | P.O.Box 26400,Albuguergue,New Mexico 87125 | | | |
| If well produces oil or liquide, Unit Sec. Twp. Rgc. | Is gas actually connecte | | | |
| give location of tanks. | Yes | 8-28-82 | | |
| | | | | |

If this production is commingled with that from any other lease or pool, give commingling order number:

NOTE: Complete Parts IV and V on reverse side if necessary.

VI. CERTIFICATE OF COMPLIANCE

I hereby certify that the rules and regulations of the Oil Conservation Division have been complied with and that the information given is true and complete to the best of my knowledge and belief.

| Saldy Knight | Buddy J. | Knight |
|-----------------------------|----------|--------|
| (Signoture) | | |
| District/Production_Manager | | |
| (Title) | | |
| August 7, 1984 | | |
| (Date) | | |

| | OIL CONSERVATION DIVIS | SION | |
|--------|------------------------|------------|----|
| APPROV | AUG - 9 1984 | | 19 |
| BY | ONCHAL STREET | | |
| TITLE | ENSTRUCT AND AN INC. | i . | |

This form is to be filed in compliance with RULE 1104.

If this is a request for allowable for a newly drilled or deepend i well, this form must be accompanied by a tabulation of the deviation tests taken on the well in accordance with AULE 111.

All sections of this form must be filled out completely for allonable on new and recompleted wells.

Fill out only Sections I. II. III, and VI for changes of owner, well name or number, or transporter, or other such change of condition.

Separate Forms C-304 must be filed for each pool in multiply completed wells.