Submit to Appropriate District Office State Lease - 6 copies

State of New Mexico Energy, Minerals and Natural Resources Department

Form C-101 Revised 1-1-89

Fee Lease - 5 copies

DISTRICT I P.O. Box 1980, Hobbs, NM 88240

P.O. Drawer DD, Artesia, NM 88210

OII.	CONSER	VATION	DIVISION
17111			

P.O. Box 2088 Santa Fe, New Mexico 87504-2088 API NO. (assigned by OCD on New Wells) 30-025-30543 5. Indicate Type of Lease FEE STATE XX

6. State Oil & Gas Lease No. DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410 APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK 7. Lease Name or Unit Agreement Name la. Type of Work: PLUG BACK RE-ENTER DEEPEN DRILL X b. Type of Well: Snyder - State MULTIPLE ZONE WELL X WELL | **ZONE** 8. Well No. 2. Name of Operator OLSEN ENERGY, INC. 9. Pool name or Wildcat 3. Address of Operator 16414 San Pedro, Suite 470, San Antonio, Texas 78232 West Teas 4. Well Location Line 660 Feet From The East Line and 1980 Feet From The North Unit Letter Township **NMPM** 12. Rotary or C.T. 11. Formation 10. Proposed Depth 3400 Yates/Seven Rivers Rotary 16. Approx. Date Work will start 13. Elevations (Show whether DF, RT, GR, etc.) 14. Kind & Status Plug, Bond 15. Drilling Contractor Single well/Active Not selected 2-1-89 3550 GR 17. PROPOSED CASING AND CEMENT PROGRAM WEIGHT PER FOOT | SETTING DEPTH | SACKS OF CEMENT EST. TOP SIZE OF HOLE SIZE OF CASING 1250* 620 Circ. 8 5/8 24# 12½ 34001 900 Circ.

Drill 12½" hole to 1250' with fresh water mud.

41/5

10.5#

- 2. Run 8 5/8" casing. Cement with 420 sacks Premium Plus cement with 6% Gel, 2% CaCL2 and 0.25 LB/SK Flocele followed by 200 sacks of Premium Plus cement with 2% CaCL2. Circ. Cement.
- 3. W.O.C. 12 hrs. Install series 900 BOP's and rotating head. W.O.C. total of 24 hrs. Displace mud with water. Test casing. Drill out. Test casing seat.
- Drill with 10# brine and 10# brine mud to 3400°.

DISTRICT I SUPERVISOR

Log well.

7 7/8

Cement with 510 sack Premium Halliburton Light with 16#/sk salt Run 45" casing.

(This space for State Use)	RIGINAL SIGNED BY JERSY SEXTON	FEB 0 7 1989
TYPE OR PRINT NAME	Dick Morton, Olsen Energy, Inc	TELEPHONE NO. 496-2466
SIGNATURE	Dick Morton	512 TELEPHONE NO. 496–2466
d4	Martin Drl'g & Prod'n Manager	PATE 12-22-88
	formation above is true and complete to the best of my knowledge and belief.	
	ESCRIBE PROPOSED PROGRAM: IF PROPOSAL IS TO DEEPEN OR PLUG BACK, GIVE DATA ON PRESENT PRODUCTIVE EVENTER PROGRAM, IF ANY.	ZONE AND PROPOSED NEW PRODUCTIVE
	ed by 390 sack Premium Plus cement with 5#/SK salt.	

CONDITIONS OF APPROVAL, IF ANY:

Permit Expires 6 Months From Approval Date Unless Drilling Underway.

RECEIVED 5 SOME SAME.

OCD HOBBS OFFICE

FEB 67 1989