Form 3160-3 (July 1989) (formerly 9-331C)

GENERAL REQUIREMENTS AND

SPECIAL STIPULATIONS

m. M. OIL COUS. COMMISSION

CONTACT RI NG
OFFICE FOR NUMBER
OF COPIES REQUIRED
(Other Instructions on

reverse side)

BLM Roswell District Modified Form No. NMD60-3160-2

5. LEARE DESIGNATION AND SERIAL NO.

USA-NM-40406
6. IF INDIAN, ALLOTTER OR TRIBE NAME

P.O. BOX 1930 UNITED STATESCO 88240 DEPARTMENT OF THE INTERIOR

BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK

1a. TYPE OF WORK DRILL X DEEPEN 7. UNIT AGREEMENT NAME PLUG BACK [b. TYPE OF WELL MELL [] WELL X SINGLE MULTIPLE ___ OTHER S. FARM OR LEASE NAME 2. NAME OF OPERATOR 3a. Area Code & Phone No. Grace Federal Grace Petroleum Corporation (405) 840-6600 9. WELL NO. 3. ADDRESS OF OFERATOR 6501 N. Broadway, Oklahoma City, OK 73116-8298 Quail Ridge morkow 4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.*) Teas-Penn 660' FEL & 1980' FNL BEC., T., R., M., OR BLK. AND SURVEY OR AREA At proposed prod. zone - same E/2 Sec. 1-20S-33E 14. DIRTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE. 12. COUNTY OR PARISH | 13. STATE 8 miles NE of Halfway & 28 miles SW of Hobbs, New Mexico New Mexico 15. DISTANCE FROM PROPOSED* PROPERTY OR LEASE LINE, FT. (Also to nearest drig, unit line, if any) 16. NO. OF ACRES IN LEASE 17. NO. OF ACRES ASSIGNED TO THIS WELL. 6601 1361.4 18. DISTANCE FROM PROPOSED LOCATION TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT. 320 19. PROPOSED DEPTH 20. ROTARY OR CABLE TOOLS 13,700 Rotary 21. ELEVATIONS (Show whether DF, RT, GR, etc.) 22. APPROX. DATE WORK WILL START 3603.7' GR 23. As soon as possible PROPOSED CASING AND CEMENTING PROGRAM HOLE SIZE CASING SIZE WE IGHT/FOOT GRADE THREAD TYPE BETTING DEPTH QUANTITY OF CEMENT 17-1/2 13-3/8 48# H-40 STC CIRCULAT 470' _12-1/4 8-5/8 28 or STC CIRCULAT <u>s-80</u> 52001 See Below 7-7/8 5-1/2 17# N - 80LTC(see stips) 13,700' Circulate to the surface using 500 sacks of premium plus cement 13-3/8" casing: containing 2% calcium chloride. Cemented in two stages with a multiple stage cementer (D.V. tool) 8-5/8" casing: @ ± 3800'. First stage 600 sacks of light containing 16 lb. salt and 1/4 lb. flocele, tailing in with 200 sacks of premium plus containing 2% calcium chloride. Second stage with 1800 sacks of light containing 16 lb. salt and 1/4 lb. flocele tailing in with 200 sacks premium plus with 2% calcium chloride. 5-1/2" casing: Two stages w/D.V. @ ± 10,200'. First stage 825 sacks 50/50 premium poz mix containing .6% Halad-22A and 5 lbs. KCL. Second stage 1250 sacks 50/50 premium poz mix containing 5 lbs. salt and .5% Halad-322. IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen or plug back, give data on present productive zone and proposed new productive zone. If proposal is to drill or deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout 24. slar SIGNED TITLE Operations Superintendent 4-6-90 (This space for Federal or State office use) PERMIT NO. Cong. Signed by Wishers APPROVAL DATE AREA MANAGER APPROVED BY 4.3.90 CARLSSAD RESOURCE AREA

ATTACHED

*See Instructions On Reverse 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