N.M. OIL CONS. COMMISSION P.O. BOX 1980 HOBBS, NEW MEXICO 88240

UNITED STATES Form 3160-3 FORM APPROVED DEPARTMENT OF THE INTERIOR (December 1990) Budget Bureau No. 1004-0136 BUREAU OF LAND MANAGEMENT Expires: December 31, 1991 SUBMIT IN TRIPLICATE 5. Lease Designation and Serial No. LC-034075 6, if indian, Alottee or Tribe Name APPLICATION FOR PERMIT TO DRILL OR DEEPEN 1a. Type of Wor DRILL 🔯 DEEPEN 7. If Unit or CA, Agreement Designation 1b. Type of Well \boxtimes SINGLE ZONE S. Well Name and Number \boxtimes **OTHER MULTIPLE ZONE** SAUNDERS 金本語 "K GAS COM 2. Name of Operator **TEXACO EXPLORATION & PRODUCTION INC.** 3. Address and Telephone No. 9. API Well No. P.O. Box 3109, Midland Texas 79702 688-4606 4. Location of Well (Report location clearly and in accordance with any State requirements.*) 10. Field and Pool, Exploaratory Area EUMONT YATES SEVEN RIVERS QUEEN (PRO GAS) Unit Letter K: 1770 Feet From The SOUTH Line and ,2185 Feet From The WEST Line ススとう 11. SEC., T., R., M., or BLK. and Survey or Area At proposed prod. zone SAME Township 19-S Range 37-E Sec. 18. 14. Distance in Miles and Direction from Nearest Town or Post Office! 12. County or Parish 13. State 12 MILES SW OF HOBBS LEA NEW MEXICO 15. Distance From Proposed* Location to Nearest Property or 16 No of Acres in Lease 17. No. of Acres Assigned To This Well Lease Line, Ft. (also to nearest drig. unit line, if any) 845 20. Rotary or Cable Tools 18. Distance fFrom Proposed Location* to Nearest Well, Drilling, 19. Proposed Depth Completed or Applied For, On This Lease, Ft. 1111 3740 R 21.Elevations (Show whether DF.RT, GR, etc.) 22. Approx. Date Work Will Start* GR-3697 7/30/94 23 PROPOSED CASING AND CEMENT PROGRAM GRADE, SIZE OF CASING SIZE OF HOLE WEIGHT PER FOOT SETTING DEPTH QUANTITY OF CEMENT 12/4" SJS# 8 5/8, WC-50 24# 425 200 SACKS CIRCULATE 7 7/8 5 1/2, WC-50 3740 1015 SACKSCIRCULATE 15.5# & J-55 CEMENTING PROGRAM: SURFACE CASING - 200 SACKS CLASS C w/ 2% CACL2 (14.8 PPG, 1.34 CF/S, 6.31 GW/S). PRODUCTION CASING - 415 SACKS 35/65 POZ CLASS H W/ 6% GEL, 5% SALT, 1/4# FLOCELE (12/8 PFG, 1804 CF/S, 10.4 GW/6). F/B 600 SACKS CLASS H (15.6 PPG, 1.19 CF/S, 5.2 GW/S). NON STANDARD GAS PRORATION UNIT - ORDER NO. NSP-255. THERE (APPENO OTHER ORERATORS IN THIS QUARTER QUARTER SECTION. PROPERTY NO. APPRIOVAL SUBJECT TO ENERAL REQUIREMENTS AND POOL CODE STIBULATIONS EFF. DATE TAT LACHED In Above Space Describe Proposed Program: If proposal is to deepen, give data on present productive zone and groposed new productive zone. If to drill or deepen directionally, give pertinent data on subsurface locations and measured true varticity depths. (The thewout preventer program, 24. I hereby certify that the force TITLE Drilling Operations Mgr DATEO SIGNATURE 1 cw 1/4 C. P. Basham TYPE OR PRINT NAME (This space for Federal or State office use) **APPROVAL DATE** Application approval does not warrant or certify that the applicant holds legal or equitable title to the APPROVED BY CONDITIONS OF APPROVAL, IF ANY: 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 United States any false, fictitious or fraudulent statements or

representations as to any matter within its jurisdiction.