SUBMIT IN TRIPLICATE*

(Other instruction reverse side)

Form approved, Budget Bureau No. 42-R1425. 3. CH. 10. 1

UNI D STATES DEPARTMENT OF THE INTERIOR

١	5.	LEASE	DESIGNA	TION	AND	SERIAL.	NO.
	L	_	OK	3		<u>'</u>	9
	Ġ.	IF IND	IAN, ALLO	T LFE	ORT	TRIBE N.	A M B

ADDITIONS OF OPERAL TO. SOLVE STATE AND THE STATE OF SECRET PROPOSED TO STATE STATE OF STATE OF STATE OF SECRET PROPOSED TO STATE OF STATE OF SECRET PROPOSED TO DRILL A STATE OF SECRET PROPOSED TO STATE OF STATE OF SECRET PROPOSED TO STATE OF SECRET PROPOSED TO STATE OF STATE OF SECRET PROPOSED TO STATE OF SECRET PROPOSED TO STATE OF STATE OF SECRET PROPOSED TO STATE OF STA		GEOLOGICAL SURVEY	LC 063458
DRILL DEEPEN DILL		MIT TO DRILL, DEEPEN, OR	PLUG BACK 6. IF INDIAN, ALLOTTEE OF TRIBE NAME
ONLY OF A STATE OF THE A STATE OF THE STATE	DRILL	DEEPEN 🗆 P	LUG BACK
AND TO WELL THE PROPOSED CASING AND CEMENTING PROGRAM STEP FOR THE BUILDING WILL STATE AND THE WILL STATE TO FIELD AND THE WILL STATE AND THE WILL STATE AND THE WILL STATE TO FIELD AND THE WILL STATE AND THE WILL STATE AND THE WILL STATE TO FIELD AND THE WILL STATE AND THE WILL STATE AND THE WILL STATE TO FIELD AND THE WILL STAT	OIL GAS		MULTIPLE CONTRACTOR TO THE CONTRACTOR
ADMINISTRY OF VEHICLE (Here to be done crarty and in accordance with any Start requirements.) APPROVAL DE CONTINUOUS DESCRIPTION OF SEC. 26 APPROVAL DE CONTINUOUS DE CONTINUOUS DESCRIPTION OF SEC. 26 APPROVAL DE CONTINUOUS	NAME OF OPERATOR	O. Carros	WARREN UNIT
AL PROPOSED FOLK AL PROPOSED FOLK AL PROPOSED FOLK AL PROPOSED FOLK AL PROPOSED IN MARKET TOWN OR FORK OFFICE* 12. CHANGE IN MARKET TOWN OR FORK OFFICE* 12. CHANGE IN MARKET TOWN OR FORK OFFICE* 13. NO. OF ACRES IN MARKET TOWN OR FORK OFFICE* 14. NO. OF ACRES IN MARKET TOWN OR FORK OFFICE* 15. NO. OF ACRES IN MARKET TOWN OR FORK OFFICE* 16. NO. OF ACRES IN MARKET TOWN OR FORK OFFICE* 16. NO. OF ACRES IN MARKET TOWN OR CARRET TOWN OR FORK OFFICE* 16. NO. OF ACRES IN MARKET TOWN OR CARRET TOWN OR FORK OFFICE* 16. NO. OF ACRES IN MARKET TOWN OR CARRET TOWN OR THE MARKET TOWN OR WILL START* 16. NO. OF ACRES IN MARKET TOWN OR CARRET TOWN OR WILL START* 16. NO. OF ACRES IN MARKET TOWN OR CARRET TOWN OR WILL START* 16. NO. OF ACRES IN MARKET TOWN OR CARRET TOWN OR WILL START* 16. NO. OF ACRES IN MARKET TOWN OR CARRET TOWN OR WILL START* 16. NO. OF ACRES IN MARKET TOWN OR WILL START* 16. NO. OF ACRES IN MARKET TOWN OR CARRET TOWN OR WILL START* 16. NO. OF ACRES IN MARKET TOWN OR CARRET TOWN OR CARRET TOWN OR WILL START* 16. NO. OF ACRES IN MARKET TOWN OR CARRET TOWN OR CA	ADDRESS OF OPERATOR		45
AL PROPOSED FOLK AL PROPOSED FOLK AL PROPOSED FOLK AL PROPOSED FOLK AL PROPOSED IN MARKET TOWN OR FORK OFFICE* 12. CHANGE IN MARKET TOWN OR FORK OFFICE* 12. CHANGE IN MARKET TOWN OR FORK OFFICE* 13. NO. OF ACRES IN MARKET TOWN OR FORK OFFICE* 14. NO. OF ACRES IN MARKET TOWN OR FORK OFFICE* 15. NO. OF ACRES IN MARKET TOWN OR FORK OFFICE* 16. NO. OF ACRES IN MARKET TOWN OR FORK OFFICE* 16. NO. OF ACRES IN MARKET TOWN OR CARRET TOWN OR FORK OFFICE* 16. NO. OF ACRES IN MARKET TOWN OR CARRET TOWN OR FORK OFFICE* 16. NO. OF ACRES IN MARKET TOWN OR CARRET TOWN OR THE MARKET TOWN OR WILL START* 16. NO. OF ACRES IN MARKET TOWN OR CARRET TOWN OR WILL START* 16. NO. OF ACRES IN MARKET TOWN OR CARRET TOWN OR WILL START* 16. NO. OF ACRES IN MARKET TOWN OR CARRET TOWN OR WILL START* 16. NO. OF ACRES IN MARKET TOWN OR CARRET TOWN OR WILL START* 16. NO. OF ACRES IN MARKET TOWN OR WILL START* 16. NO. OF ACRES IN MARKET TOWN OR CARRET TOWN OR WILL START* 16. NO. OF ACRES IN MARKET TOWN OR CARRET TOWN OR CARRET TOWN OR WILL START* 16. NO. OF ACRES IN MARKET TOWN OR CARRET TOWN OR CA	SOX 650 -	HOBBS N.M. 8	10. FIELD AND POUL, OR WILDCAT
APPROVED AT A PROVED AT THE APPROVAL DATE OF FEBRURA OF PERSON OF	At surface FSC E		Sec 26 11. SEC., T., R., M., OR BEA. AND SURVEY OF AREA.
DEPENDED FIDENCIALS PROPERTY OF ALEMS LANGE TO PROPERTY OF ALEMS ASSESSED TO PROPERTY OF ALEMS ASSESSED TO THE ALEMS ASSESSED TO TH	At proposed prod. zone		Set 76 Tags 82
LOCATION TO NEAREST AS TO THIS WILL TO STAND TO THIS WILL TO STAND TO CARRY THE THIS WILL TO STAND TO CARRY THE TO STAND TO CARRY THE THIS WILL THE THIS WILL THE THIS WILL THE TO STAND THE WILL THE THIS WILL THE THE THIS WILL THE THE THE THIS WILL THE	4. DISTANCE IN MILES AND DIRECTION F	NOM NEAREST TOWN OR POST OFFICE	12. COUNTY OF PARISH 13. STATE
PROPOSED CASING AND CEMENTING FOR SET OF CHILE TOOLS SEE OF HOLE SIZE OF HOLE SIZE OF CASING SIZE OF CASING WEIGHT FER FOOT SETUND SET OF CASING WEIGHT FER FOOT SETUND SET OF CASING SIZE OF HOLE SIZE OF CASING WEIGHT FER FOOT SETUND SET OF CASING WEIGHT FER FOOT SETUND SET OF CASING SIZE OF HOLE SIZE OF CASING WEIGHT FER FOOT SETUND SET OF CASING WEIGHT FER FOOT SETUND SET OF CASING SIZE OF HOLE SIZE OF CASING WEIGHT FER FOOT SETUND SET OF CASING COMPLETE AS A DUAL OIL LIVE THE BUILDERRY & TUBB ZONES FOR A SET OF CONDITIONS OF APPRICAL CONDITIONS OF APPROVED APPROVED AT A SETUND SETUND SETUND SET OF CONDITIONS OF APPROVED APPROVED BY COMPAGED AT THE SETUND S	5. DISTANCE FROM PROPOSED*	16. No. of ACRES	
TO SHREAT WELL SHILLING, COMPLETED, A STREAM FOR THE BEAR F. ELECATIONS (Show phether DF, RT, GR, etc.) PROPOSED CASING AND CEMENTING PROGRAM RIZE OF HOLE SIZE OF CASING WEIGHT PER POOT SETTING BETTH QUANTITY OF CEMENT FROP OSED TO DRILL A STRAIGHT HOLE TO A OF 6850' & COMPLETE AS A DUAL OIL LIN THE BLUEBRY & TUBB ZONES E ATTACHED FOR BOR PROGRAM, MUD ROGRAM ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen or plug back, give data on present productive zone and proposed new zone and proposed new zone and proposed new zone and proposed new zone and zone zone zone zone zone zone zone zone	PROPERTY OR LEASE LINE, FT. (Also to nearest drig, unit line, if an		20 40
PROPOSED CASING AND CEMENTING PROGRAM SIZE OF HOLE SIZE OF CASING WEIGHT PER POOT SETTING DETTH QUANTITY OF CEMENT CONDITIONS SIZE OF CASING WEIGHT PER POOT SETTING DETTH QUANTITY OF CEMENT CONDITIONS SIZE OF CASING SIZE OF C	TO NEAREST WELL, DRILLING, COMPLET		
SIZE OF POLICE SIZE OF CASING WEIGHT FOR FOOT SETTING DEPTH QUANTITY OF CEMENT 12/1/11 978 NOW 23 216 6850 1005 X. CIRC. IS PROPOSED TO DRILL A STRAIGHT HOLE TO A OF 6850' E COMPLETE AS A DUAL OIL LIN THE BLINEBRY & TUBB ZONES E ATTACHED FOR BOR PROGRAM, MUD PROGRAM, MUD PROGRAM, MUD PROGRAM, AND PROGRAM OF SEE ATTACHED FOR BOR PROGRAM, MUD PROGRAM. ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen or plug back, give data on present productive zone and proposed new productive wenter program. If any other proposal is to delil or deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout wenter program. If any other profess. If any other profes	. ELEVATIONS (Show whether DF, RT, GI	, etc.)	22. APPROX. DATE WORK WILL START*
SIZE OF NOLE SIZE OF CASING WEIGHT PER POOT SETTING DEPTH QUANTITY OF CEMENT 23434 1600 650 SX. CIRC. IS PROPOSED TO DRILL A STRAIGHT HOLE TO A OF 6850 E COMPLETE AS A DUAL OIL LIN THE BLINEBRY & TUBB ZONES E ATTACHED FOR BOR PROGRAM, MUD PROGRAM, MUD PROGRAM RMATION TOPS, LOGGING, ET SEE ATTACHED FOR CONDITIONS OF APPRICA ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen or plug back, gire data on present productive zone and proposed new productive preventer program, if any. SIGNED WEST A THE STREET ST	3546 6-6	PROPOSED CASING AND CEMENTI	NG PROGRAM
Is Proposed to Drill A Straight Hole To A of 6850' & Complete As A Dual Oic LIN THE BLINEBRY & TUBB ZONES E ATTACHED FOR BOR PROGRAM, Mud Program CONDITIONS OF ANTICOL ABOVE SPACE DESCRIBE FEODOSED PROGRAM: If proposal is to deepen or plug back, give data on present productive sone and proposed new productive venter program, if any. BIGNED WAY A TOTAL PLANT: OTHER TITLE ADMIN SUPV. DATE 2-23-7- COMMITTON OF APPROVAL IF ANY: Unlass William Approval Unlass William Approval Commenced and Supproval MAR 21 1977	SIZE OF HOLE SIZE OF CAS		
Is Proposed to Drill A Straight Hole To A of 6850' & Complete As A Dual Oic LIN THE BLINEBRY & TUBB ZONES E ATTACHED FOR BOR PROGRAM, Mud Program CONDITIONS OF ANTICOL ABOVE SPACE DESCRIBE FEODOSED PROGRAM: If proposal is to deepen or plug back, give data on present productive sone and proposed new productive venter program, if any. BIGNED WAY A TOTAL PLANT: OTHER TITLE ADMIN SUPV. DATE 2-23-7- COMMITTON OF APPROVAL IF ANY: Unlass William Approval Unlass William Approval Commenced and Supproval MAR 21 1977	12/4" 978"1	few 32.30 16	00' 650 SX. CIRC.
THE PROVED BY COMPLETE AS A DUAL OIC LIN THE BLINEBRY & TUBB ZONES E ATTACHED FOR BOR PROGRAM, MUD PROGRAM CONDITIONS OF APPROVAL BLOWN OF APPROVAL BASE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen or plug back, give data on present productive zone and proposed new productive venter program. If any. BIGNED WAYS A TOTAL STATE Office use) APPROVAL DATE APPROVAL DATE COMMOND OF APPROVAL MAR 21 1977 COMMOND OF APPROVAL MAR 21 1977	83/4" 7" N	EW 23 \$ 26 4 68	30° 11005X.
APPROVED BY CONDITIONS OF APPROVED APPROVED BY CONDITIONS OF APPROVAL, IF ANY: Unless Parlative for approval Unless Parlative for approval MAR 21 1977	L IN THE	BLINEBRY E	IUBB LONES
APPROVED BY CONDITIONS OF APPROVED APPROVED BY CONDITIONS OF APPROVAL, IF ANY: Unless Parlative for approval Unless Parlative for approval MAR 21 1977	== ATTALL	- En Rope	A
ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen or plug back, give data on present productive zone and proposed new productive ne. If proposal is to drill or deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout eventer program, if any. SIGNED DATE DA		TOR GUT TA	rogram, Mud Program
ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen or plug back, give data on present productive zone and proposed new productive ne. If proposal is to drill or deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout eventer program, if any. SIGNED DATE DA	RMATION C	ops, Logging	F, ETGFF ATTAINED OF T
ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen or plug back, give data on present productive zone and proposed new productive new productive new productive new productive new proposed new productive new productive new proposed new productive new productive new proposed new productive new new productive new productive new productive new new productive new productive zone and proposed new productive new productive new productive zone and proposed new productive new productive zone and proposed new zone zone zone zone zone zone zone zone			CONDITIONS OF AMENO
SIGNED ATS A TOTAL TITLE TOMIN SUPV. (This space for Federal or State office use) PERMIT NO. APPROVAL DATE APPROVAL DATE APPROVAL DATE APPROVAL DATE Unloss Salitation have have MAR 21 1977 Commenced valor states approval			ve data on present productive zone and proposed new productive
TITLE APPROVAL DATE	eventer program, if any.	The personal data on subsuitace	The same and an about a did received depends. One blowdit
PERMIT NO. APPROVAL DATE APPROVAL	SIGNED WAY G. TS	Lather Pur ADMin	54PV. DATE 2-23-77
APPROVED BY CONDITIONS OF APPROVAL, IF ANY: Unlying Partition and the War Approval Commenced, path charg approval MAR 21 1977	(This space for Federal or State office		
Unlysis 2417/1/2 in this approval Unlysis 2417/1/2 in this approval Commenced, pulse charg approval	PERMIT NO.	APPROVAL DA	ATE
Unless Orditions of APPROVAL, IF ANY: Unless Ordition for Adjuncting have Commenced, pulse college approval MAR 21 1977			
Uniges All the content approval MAR 21 1977			
O O Page 2 a Communication of the Communication of		Unijess aldebeer to the first	MAD 9 1 4077
EVALTA OR HIMOGRADIA DI L'EARINE DIGE	- .	Expir See Institutions on Reven	se Side BERNARD MOROZ
GS(6), NMFU PARTNERS (4), FILE ACTING DISTRICT ENGINEER	555(6) NM	EU PARTNERS (4) FILE PACTING DISTRICT ENGINEER
· · · · · · · · · · · · · · · · · · ·		- 4.	

MINUS KUNNERRYANIUM MINUM. MIN

Attachment to Form 9-331 C Application for Permit to Drill

Continental Oil Company, Warren Unit No. 45 1980' FSL and 660' FWL of Section 26, T-20S, R-38E, Lea County, New Mexico

- 1. The geologic name of the surface formation is Tertiary Sand.
- The estimated tops of important geologic markers are shown on the attached Proposed Well Plan.
- 3. The estimated depths at which anticipated water, oil, gas or other mineral-bearing formations to be encountered are as follows:

Santa Rosa SS 350' water Salado 1670' salt Blinebry 6010' oil Tubb 6500' oil

4. The proposed casing program is as follows:

Surface - new 9 5/8" 32.30# K-55 STC set at 1600' Production - new 7" 23# and 26# K-55 STC set at 6850'

- 5. A drawing of an API Series 900 Blowout Preventer Specification is attached. Pipe rams and blinds will be checked to 1,000 PSI for 30 minutes when BOP is installed. BOP will be checked when casing string is set and operated daily for checks.
- 6. The proposed mud program is as follows:

0-1600' spud mud 8.5-9.0 pounds per gallon 1600'-6850' salt gel 9.0-10.0 pounds per gallon

- 7. The auxiliary equipment to be used is:
 - (1) kelly cocks
 - (2) floats at the bit
- 8. It is proposed to run GR-CNL-FDC-DLL logs from TD to 2600'.
- No abnormal pressures or temperatures are expected to be encountered in this well.
- 10. The anticipated starting date for this well is June 1, 1977. with a duration date of approximately 21 days.

All distances must be from the outer boundaries of the Section

Operator		1.	dee	the Section.	
CONTINENTAL OIL COMPANY			Warren l	Unit	Well No.
''nit Letter L	Section T	ownship 20 South	Ronge 38 East	County	
Actual Footage Loc	ration of Well;			Lea	
1980 Ground Level Elev.		outh line and		et from the West	line
3546.0	BUNER		WARRE	/	Dedicated Acreage: Acrea
1. Outline th		to the subject well	by colored pencil o	or hachure marks on th	
interest a	nd royalty).				nereof (both as to working
3. If more the dated by c	communitization, uni	tization, force-pooling.	etc?	have the interests of	all owners been consoli-
_		ver is "yes;" type of co			
If answer	is ''no,'' list the ow f necessary.)	ners and tract descripti	ions which have a	ctually been consolida	ited. (Use reverse side of
	·	to the well until all into	erests have been o	consolidated (by com	munitization, unitization,
forced-poo	ling, or otherwise) or	until a non-standard un	it, eliminating suc	h interests, has been	approved by the Commis-
sion.	······································			1	
	ł		1		CERTIFICATION
	1		1	I hereby c	ertify that the information con-
	1		1	I I .	ein is true and complete to the
	Ì		1	best of my	knowledge and belief.
	1		1	Namy	1001:0
	+			Wm. a	Buttefull
	1		i	ADM	v. Subany
	1		1	Comp any	N. Suffer.
	1		‡ \$		
	ŀ	26	1	2-2	3-77
-		60			
	l t	NGINEE	R&LA	1 1	certify that the well-location
-660'0	, £,	AL STAT	E Open	1 1	his plat was plotted from field ctual surveys made by me ar
	•	Tall and the same of the same	SURW	j	upervision, and that the same d correct to the best of my
	•	938 67	6	knowledge	* 1
		Tran "	- 70/		
980,	i	JOHN W	WEST !	Date Surveye	3
1	i i			Dec.	
	į			and/or Land S	otessional Engineer Surveyor
				- la	In Waket
J 330 660 ·	10 1520 1650 1650 2	310 2640 2000	1500 1000 50	Confiledt No	676

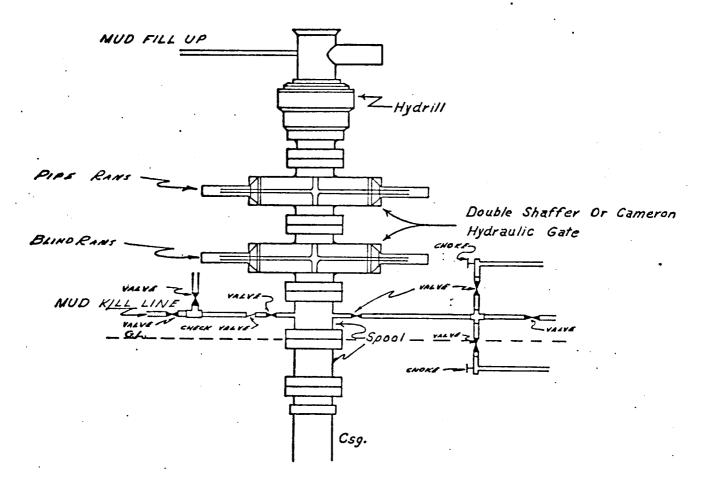
AAA S S 1577 COMM. NAKE S S 1577 COMM.

WARREN UNIT NO. 45

Well Name 1980' FSL & 600' Sec. 26, T20S-R38E

Lea Co. N.M. (County & State, Elev: 3546 GR.

	FORMATION		TYPE OF		CASING		# *	N. 0. 1.	MUD	
DEPTH	TOPS & TYPE	DRILLING PROBLEMS	FORMATION EVALUATION	HOLE	SIZE	DEPTH	GGADIENT	SPORNIZTION STATE CONTRIBUTION CONTRIBUTION	v:EIGHT (PPG)	TYPE
350	ForTlary Sd Santa Rosa SS.			•						
1000								•		
	RUSTLER 1550' <i>AA</i> SALADO 1670' <i>5</i> 2/	44		12 1/4	y 5/8	1600'	•	•	8.5- 9.0	Frest water
2000			je sta voji. Posta	•	•	•				,
	TANSILL 2720'AA YATES 2860' 5346	Hy Stone		•		•		<u>-</u>	- . •	
3500		•		•	•				•	•
-000	QUEEN 3690'-53%	Stone :	•	•	•			•	•	
+000	SAN ANDRES 4250'	-Dolo		લુકું કુંદરે.	•					٠
5000						-		•		
	GLORIETA 5560'5	nd Showe	GR-CNL-FDC DLL	•		•		•	•	
1000	ELINEBRY 6010'		ID-2600'	<u>.</u> .	•	•	14.9	Less than 8.5		٠ <u>.</u> ٠
000	TUBB 6500' 50nd DRINKARD 6800'- ID	1 .	Dipmeter TD-5500'	•				Less than 8.5		
500	6350'			8 3/4	∆ ,7'' •	6850'	15.1		9.0- 10.0	salt gel
			•	•	•			•		·
		1.							ľ	



API Series 900

NOTE:

Manual and Hydraulic controls with closing unit no less than 75' from well head. Remote controls on rig floor.

DUE TO SUBSTRUCTURE CLEARANCE, HYDRILL MAY OR MAY NOT BE USED.

(WARREN UNIT WELL NO. 45)

Docember 15, 1976

District Engineer U. S. Geological Survey

Gentlemen:

RE: WARREN UNIT NO. 45

This refers to the Form 9-331C, Application to Drill, Deepen or Plugback accompanying this letter. The undersigned hereby states that he has personally contacted Ear/ Korn-924, the owner of the surface land where the proposed work is to be conducted and advised him of the proposed work, the construction site and pertinent roads included in the project. It is further stated that, upon being fully advised of the extent of the work and the effect upon the surface, said owner has consented to the said work and that agreement as to the compensation for damages to the surface estate has been reached.

It has been agreed, subject to change at that time, that upon abandonment of operations the roads shall be (ripped or left intact) and the pad shall be (ripped or left intact).

STATE OF NEW MEXICO

COUNTY OF LEA

Subscribed and sworn to before me this/570 day of December, 1926

My commission expires 2.20-77

SURFACE USE PLAN

Continental Oil Company, Warren Unit No. 45 1980' FSL and 660' FWL of Section 26, T-20S, R-38E Lease LC0634**SS**, Lea County, NM

The plan is to accompany "Application for Permit to Drill" the subject well which is located approximately ten miles south of Hobbs, New Mexico. The following is a discussion of pertinent information concerning possible effect which the proposed drilling of the well may have on the environment of the well and road sites and surrounding acreage. A copy will be posted on the derrick floor so that all contractors and sub-contractors will be aware of all items of this plan.

1. Existing Roads

- A. The proposed well site is 1980' FSL and 660' FWL of Section 26, T-20S, R-38E, Lea County, New Mexico.
- B. Exhibit "A" is a portion of a New Mexico road map showing existing black top roads. Directions to the location (outlined in red on map) from Hobbs, New Mexico are as follows: From the Stanolind Road on the south edge of Hobbs travel south 10 miles on Highway 18 and turn left on caliche road to Well No. 44. The road stakes will be north from this point 1320' to the proposed location.
- C, D,E. The access roads are shown on Exhibits "B" and "C".
 - F. No improvement or maintenance are anticipated for the existing roads.

2. Planned Access Roads

- A. Width and Length: New road required will be 12' wide and 1320' long. This new road is labeled and color coded on Exhibits "B" and "C". (staked)
- B. Turnouts: None.
 - C. Drainage Design: New road will have a drop of 6¹⁰ from center line on each side.
 - D. Culverts, Cuts and Fills: Existing culvert will be utilized under Highway 18 at the point of crossing with the proposed flowline.
 - E. Surfacing Material: Six inches of caliche, bladed, watered and compacted.

- F. Gates, Cattleguards, Fences: None required.
- G. The proposed road is staked.

3. Location of Existing Wells

See Exhibit "C"

4. Location of Existing and/or Proposed Facilities

- A. Tank Batteries: The existing production header is located in the SW/4 of Section 27 and located on Exhibit "C".
- B. Producing Facilities: No additional producing facilities are required.
- C. Oil Gathering Lines: The flowline will lay (not buried) approximately 1300'south and 4500' west to the production header in SW/4 of Section 27 as shown on Exhibit "C".
- D. Other Lines: No additional gas gathering, injection or disposal lines will be required.
- E. Rehabilitation: Pits will be backfilled and leveled as soon as practical to original condition. Commencement of rehabilitation operations will immediately follow removal of drilling and completion equipment from location and rehabilitation of the surface is planned to be completed within 45 days from commencement.

5. Water Supply

The supply of water will be hauled from Eunice, New Mexico.

6. Source of Construction Materials

- A. Caliche for surfacing the new road and the well pad will be obtained from an existing pit in the SE/SE Section 15, T-20S, R-38E as shown on Exhibit "C".
- B. Caliche to be purchased from Mr. Earl Kornegay.
- C. The caliche will be hauled from the location of caliche pit, as follows: travel 2 miles south on Highway 18 to the caliche road to Well No. 44, and north on new road to location.

7. Methods for Handling Waste Disposal

Waste Disposal: Well cuttings will be disposed in reserve pit. Barrel trash containers to be in accessible locations within

drill site area during drilling and completion procedures. All detrimental waste will be hauled away, burned or buried with a minimum cover of 24" of dirt. See Exhibit "D" for location of pits. If well is productive, maintenance waste will be placed in special trash cans and hauled away periodically. Any produced water will be collected in tanks until hauled to an approved disposal system, or separate disposal applications will be submitted to the survey for appropriate approval.

8. Ancillary Facilities

None

9. Well Site Layout

Exhibit "D" shows the relative location and dimensions of the well pad, mud pit, reserve pit, trash barrel, etc. The reserve pit will be lined with plastic. The pad and pits are staked.

10. Plans for Restoration of Surface

Pits will be backfilled and leveled as soon as practical to original condition. Commencement of rehabilitation operations will immediately follow removal of drilling and completion equipment from location and rehabilitation of the surface is planned to be completed within 45 days from commencement.

11. Other Information

- A. Terrain: Low rolling sand hills. See Exhibit "B", topographic map of area.
- B. Soil: Sandy
- C. Vegetation: Shinnery, Sparse
- D. Surface Use: Grazing
- E. Ponds and Streams: None within one mile
- F. Water Wells: None within one mile
- G. Residences and Building: None within one mile
- H. Arroyos, Canyons, Etc.: There are no significant surface features, see attached Exhibit "B".
- I. Well Sign: Sign identifying and locating well will be maintained at drill site with the spudding of the well.
- J. Open Pits: All pits containing mud or other liquids will be fenced.

K. Archaeological Resources: None observed

12. Operator's Representative

Field personnel who can be contacted concerning compliance of this Surface Use Plan are as follows:

Production and Drilling W. D. Cates or D. A. Sowers 1001 North Turner Hobbs, New Mexico 88240 Phone: 393-4141

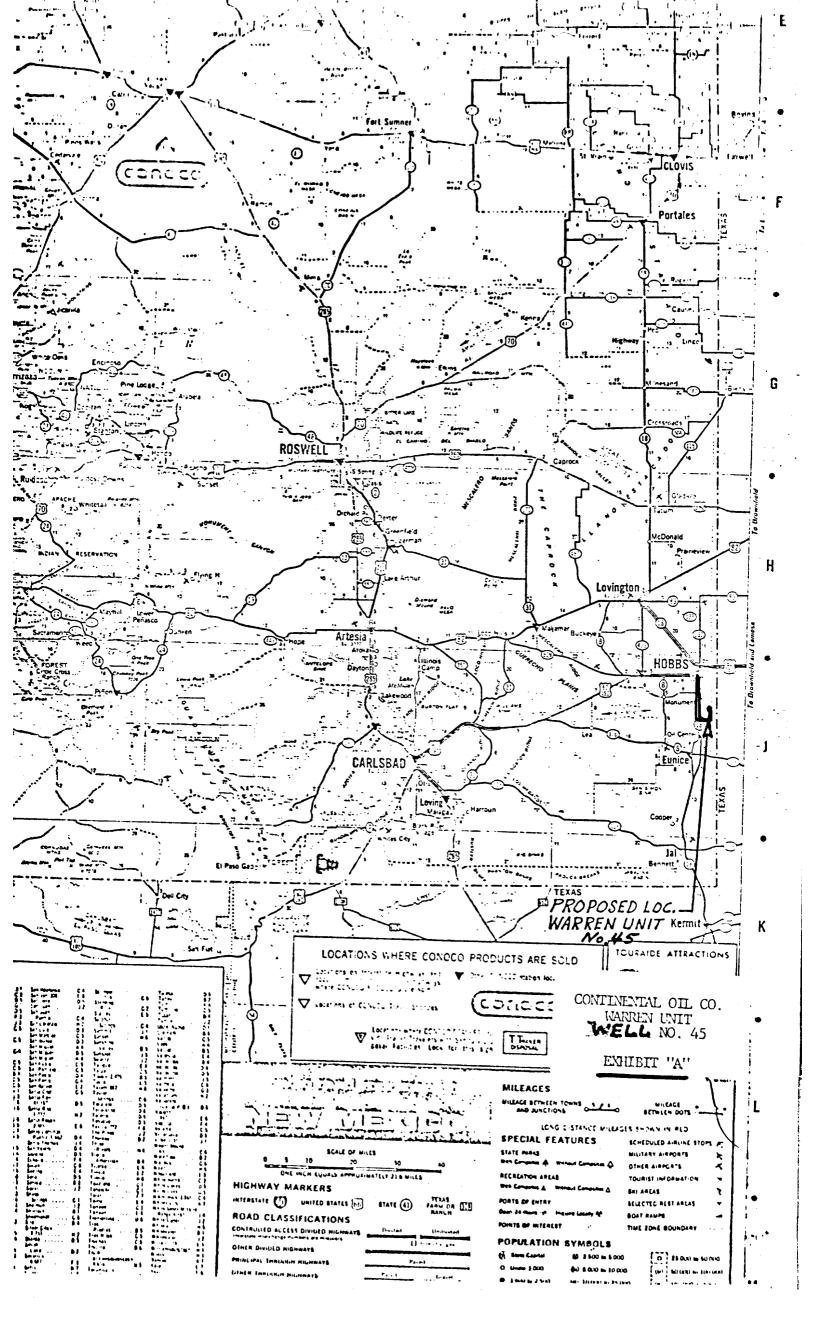
13. Certification

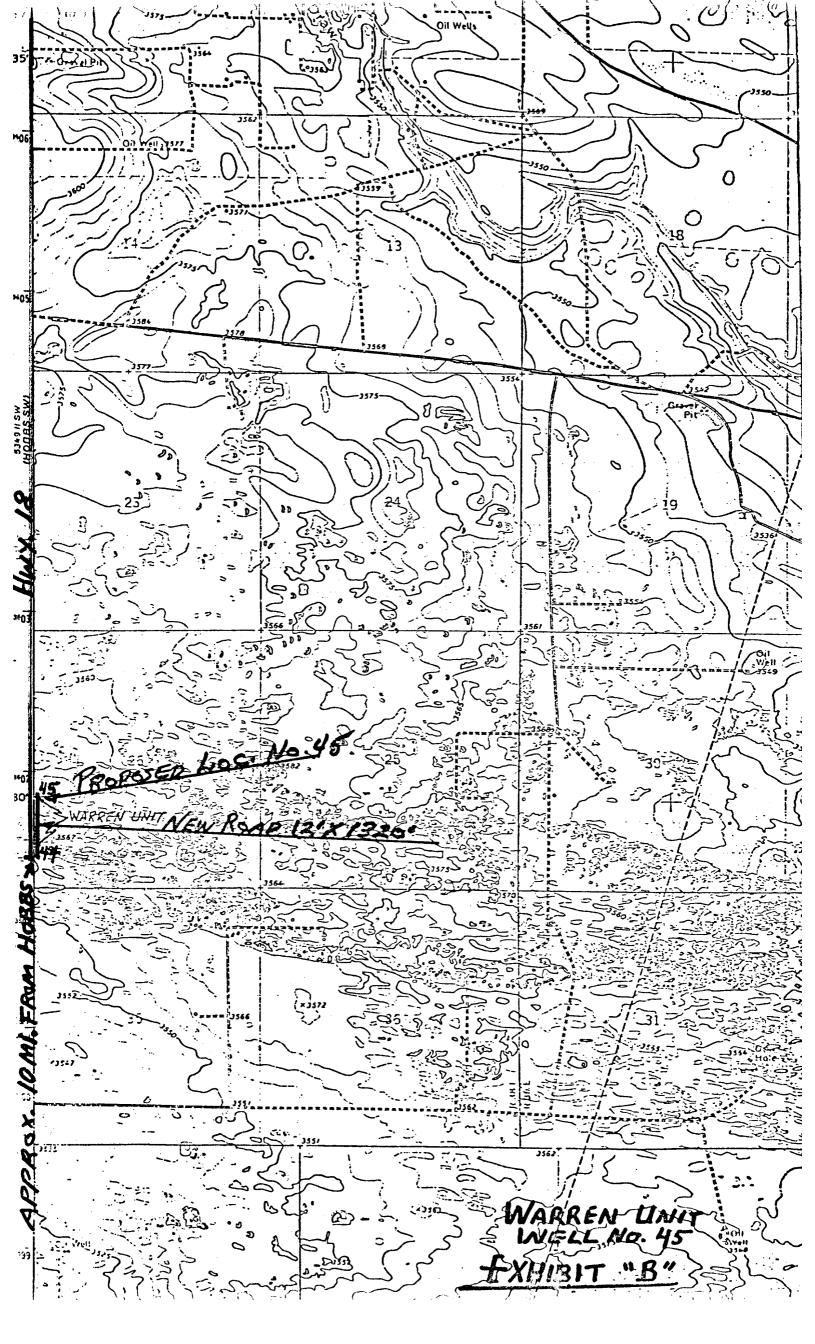
I hereby certify that I, or persons under my direct supervision, have inspected the proposed drill site and access route; that I am familiar with the conditions which presently exist; that the statements made in this plan are, to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed by Continental Oil Company and its contractors and sub-contractors in conformity with this plan and the terms and conditions under which it is approved.

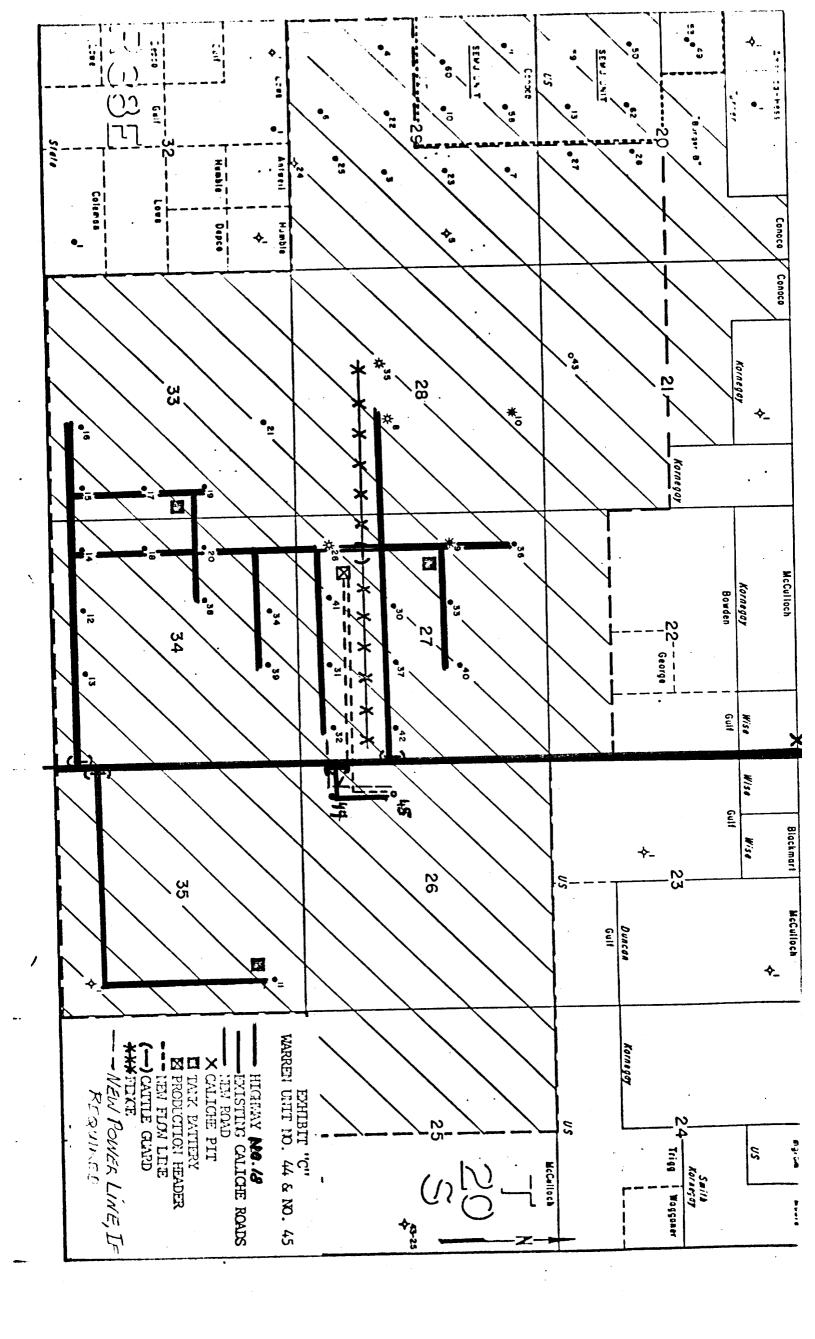
2-23-77 Date

Production Superintendent

rej







P. Pe

Hondo Rig #1 U-15 2-Waukes Lid NKK Lee. C. Moor 129

CONTINENTAL OIL CO.
WARREN UNIT NO.45
EXHIBIT D"