State of New Mexico

11

Form C-101

Submit to Appropriate Energy, Minerals and Natural Resources Department Revised 1-1-89 District Office State Lease — 6 copies
Fee Lease — 5 copies OIL CONSERVATION DIVISION API NO. (assigned by OCD on New Wells) DISTRICT I P.O. Box 1980, Hobbs, NM 88240 P.O. Box 2088 30-025-275 Santa Fe, New Mexico 87504-2088 5. Indicate Type of Lease DISTRICT II P.O. Drawer DD, Artesia, NM 88210 STATE X FEE 6. State Oil & Gas Lease No. DISTRICT III
1000 Rio Brazos Rd., Aziec, NM 87410 APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK 7. Lease Name or Unit Agreement Name PLUG BACK RE-ENTER X DEEPEN DRILL [ DAGGER LAKE "6" STATE b. Type of Well: MULTIFLE ZONE SINGLE ZONE MET X OTHER 8 Well No. 2. Name of Operator MERIDIAN OIL INC. 9. Pool name or Wildcat Address of Operator DAGGER LAKE DELAWARE P.O. Box 51810, Midland, TX 79710-1810 LEGG BONE SPRING Well Location Line Feet From The EAST Line and 1980 1980 Feet From The NORTH LEA County 33-E **NMPM** 22-5 Range Section 11. Formation DELAWARE 10. Proposed Depth ROTARY & BONE SPRING 11,250' 16. Approx. Date Work will start 15. Drilling Contractor 14. Kind & Status Plug. Bond 13. Elevations (Show whether DF, RT, GR, etc.) NA YET STATEWIDE 3658.6' GR PROPOSED CASING AND CEMENT PROGRAM 17. EST. TOP SETTING DEPTH SACKS OF CEMENT WEIGHT PER FOOT SIZE OF CASING SIZE OF HOLE SURF. 1735 SXS 65# 607 16" 26 SURF. 3310 SXS 4751 10-3/4" 51# 14-3/4" SURF. 895 SXS 12130' 33.7# 7-5/8" 9-1/2"

5" 23# LINER IS SET FROM 11,834'-15,249' AND CEMENT WITH 870 SXS CMT.

RE-ENTRY OF THE PLUGGED AND ABANDONED SAN SIMON STATE COM. NO. 1 FORMERLY OPERATED BY SUPERIOR OIL INC. ORIGINAL TO 15,250'. DRILL OUT PLUGS TO 11,250. TEST THE DAGGER LAKE DELAWARE FIELD AND THE LEGG BONE SPRING FIELD.

PROCEDURE: DRILL OUT CMT PLUGS AND CIPB AND CLEAN OUT TO CIBP SET AT 5050'. RUN GR/CCL LOG FROM 5050'-4800' +/-. PERF DELAWARE 4928'-4980', 2 JSPF, 105 HOLES. SET 2-7/8" TBG SN @5000'. RIH W/PMP & RODS.

PUMP TEST FOR ONE WEEK.

CONDITIONS OF AFPROVAL, IF ANY:

(This space for State Units GINAL SIGNED BY JERRY SEXTON  DISTRICT   SUPERVISOR	mle	NOV 3 0 '92
TYPEOR PRINT NAME MARIA L. PEREZ		TELEPHONE NO. 915-688-6906
I hereby certify that the information above is true and complete to the best of my know SIONATURE Many Z-Page	riodge and belief.  PRODUCTION ASST.  TITLE	DATE11-24-92
IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: IF PROFOSAL IS 2018. GIVE BLOWOUT PREVENER FROM FANY.	TO DEEPEN OR PLUG BACK, GIVE DATA ON PRESENT PROD	R IT LOOSE. POH W/TBG &
AIRU PULLING UNIT. POOH W/ TBG, RODS & PMP. RIH W 5400 PSI. PMP 100 SXS PREMIUM PLUS CMT .6% HALA	n_a FOLLOWED RY 100 SXS PREMIU	MIPLUS NEAT CMI.