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

1a. TYPE OF WORK

b. TYPE OF WELL OIL. WELL X

2. NAME OF OPERATOR

3. ADDRESS OF OPERATOR

At proposed prod. zone

15. DISTANCE FROM PROPOSED*
LOCATION TO NEAREST
PROPERTY OR LEASE LINE, FI

2

DRILL X

WELL _

Strata Production Company

(Also to nearest drig, unit line, if any) 18. DISTANCE FROM PROPOSED LOCATION*
TO NEAREST WELL, DRILLING, COMPLETED,
OR APPLIED FOR, ON THIS LEASE, FT.

OTHER

P. O. Box 1030, Roswell, New Mexico 88202-1030

14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE* 35 miles east of Carlsbad, New Mexico

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.*)

660' FSL & 1650' FWL

660'

9901

N. M. GIL 6573, 801

DEEPEN [

021712

CONTACT RF OFFICE POP 3FR OF COPIES REQUIRED (Other instructions on

(Deverse side)

30-025-318.00

BLM Roswell District Modified Form No. NM060-3160-2

UNITED STATES DEPARTMENT OF THE INTERIOR

BUREAU OF LAND MANAGEMENT APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG B.

SINGLE ZONE

Hanit N

16. NO. OF ACRES IN LEASE

640.00

19. PROPOSED DEPTH

8950'

	5. LEASE DESIGNATION NM-27805	AND SERIAL NO.		
R PLUG BACK	G. IF INDIAN, ALLOTTER	OR TRIBE NAME		
PLUG BACK 🗌	7. UNIT AGREEMENT N	AMB		
MULTIPLE ZONE	8. FARM OR LEASE NAB	(B Older		
Area Code & Phone No.	Lechuza Fede	eral 0/093		
505-622-1127	9. WELL NO.			
	#4	3736/2		
	10. FIELD AND POOL, O			
rements.*)	Livingston I	Ridge Delawar		
V	11. SEC., T., R., M., OR BLE. AND SURVEY OR AREA			
	Section 15-2	22S-32E		
	12. COUNTY OR PARISH			
	Lea	NM		
S IN LEASE 17. NO. O	F ACRES ASSIGNED			

20. ROTARY OR CABLE TOOLS

Rotary

e

back to 8 5/8" csq

	Show whether DF, I	RT, GR, etc.)		22. APPROX. DATE WORK WILL START*			
3703' GL	_			December 20, 1992			
23.		PROPOSE	D CASING AND CEN	MENTING PROGRAM	Ishad Contri	rlled Water Sesta	
HOLE SIZE	CASING SIZE	WE IGHT/FOOT	GRADE	THREAD TYPE	BETTING DEPTH	QUANTITY OF CEMENT	
17_1/2"	13 3/8"	48#	H-40	8 RD ST&C	600'	Circulated	
11"	8 5/8"	24# & 32#	J-55	8 RD ST&C	4460'	Circulated	
7 7/8"	5 1/2"	17.5#	J-55	8 RD ST&C	8950'	Sufficient to tie	

- Α. Will drill to a depth sufficient to test Delaware formation.
- Cementing Program: See Supplemental Information attached hereto. В.
- С. BOP will be installed: See Exhibit "D"
- D. Logs to be run: CNL/FDC, DLL/MSFL, GR/Neutron

ACERUVAL SUBJECT TO GENERAL REQUIREMENTS AND SPECIAL STIPULATIONS ATTACHED

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 preventer program, if any

Production Supervisor	DATE 11/4/92
TITLE	DATE 11-17-97
	APPROVAL DATE

Submit to Appropriate District Office State Lease - 4 copies Fee Lease - 3 copies

State of New Mexico Energy, Minerals and Natural Resources Department

Form C-102 Revised 1-1-89

OIL CONSERVATION DIVISION

P.O. Box 2088

Santa Fe, New Mexico 87504-2088

DISTRICT I P.O. Box 1980, Hobbs, NM 88240 DISTRICT II P.O. Drawer DD, Artesia, NM 88210

DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410

WELL LOCATION AND ACREAGE DEDICATION PLAT

All Distances must be from the outer boundaries of the section

Operator					Lease				Well No.
	A PRO	DUCTION			LECHU	IZA FEDER	AL		4
Unit Letter	Section		Township		Range			County	
N		15	22	SOUTH	32 F	EAST	NMP	M LE	EA COUNTY, NM
Actual Footage Loc	ation of	Well:							
660	feet f		SOUTH	line and	1650)	feet from	n the Wi	EST line Dedicated Acreage:
Ground level Elev.			Formation		Pool	ton Ridge	Dolaway	co Fact	40.00 _{Acres}
3703.			laware	11.1.1.1.1				E Lust	40.00Acres
1. Outlin	e the ac	reage dedicated	to the subject w	ell by colored per	ich or nachure m.	inks off the plat	below.		
2. If mor	re than o	ne lease is dedi	cated to the well	, outline each and	identify the own	ership thereof (b	ooth as to work	king interest ar	nd royalty).
	ation, fo	one lease of diff rce-pooling, etc	.?	is dedicated to the nswer is "yes" ty			ners been cons	solidated by co	mmunitization,
If answe	Yes ris "no"	list the owners	and tract descrip	ptions which have	actually been co	nsolidated. (Use	reverse side	of	
this form	if neco	essarv.							line or otherwise)
No allow	vable wi	ll be assigned to	the well until a	ll interests have b erest, has been ap	een consolidated proved by the Div	(by communitiza vision.	ation, unitizati	on, forced-poo	ling, or otherwise)
Or editire	10000		and the same and					OPER	TOD CERTIFICATION
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		j			ı			Strata	Production Company
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		1		1				belief.	
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HOLE PROGNOSIS APPLICATION FOR PERMIT TO DRILL STRATA PRODUCTION COMPANY LECHUZA FEDERAL #4 WELL 660' FSL & 1650' FWL SECTION 15-T225-R32E

In conjunction with form 3160-3, Application for Permit to Drill, Strata Production Company submits the following items in accordance with Onshore Oil and Gas Order Numbers 1 & 2, and with all other applicable federal and state regulations.

- 1. The Geologic surface formation is of Permian Age.
- Estimated tops of geologic markers are as follows:

Rustler	900'	Lamar	4780′
Top of Salt	1050'	Bone Spring	8700'
Base of Salt	4450'	T.D.	8950′

3. The estimated depths at which water, oil or gas formations are expected to be encountered are:

*Water: 150'

**Oil or Gas: Delaware 4780' - 8700'

* NOTE: Groundwater to be protected by 13 3/8" surface casing with cement circulated to the surface.

**NOTE: Potentially productive horizons to be protected by 5 1/2" production casing with cement tied back to intermediate casing.

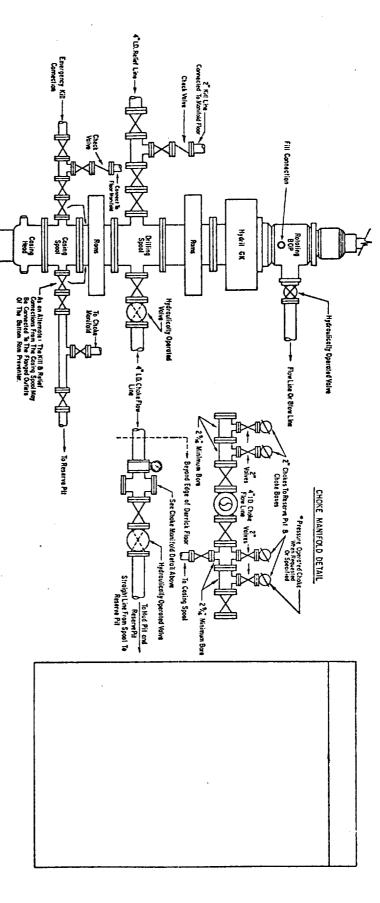
- 4. Casing Program: See Form 3160-3 attached hereto.
- 5. Pressure Control Equipment: See Exhibit "D", BOP diagram.
- 6. Mud Program:

O' to 600' Native mud consisting of fresh water and native muds are used for drilling purposes.

600' to 4460' Brine water purchased from commercial sources will be utilized.

4460' to 6800' Brine and fresh water purchased from commercial sources will be utilized. Salt gel will be used to build viscosity.

6800' to TD Brine and fresh water with salt gel and starch will be used to maintain a viscosity of approximately 31 and a water loss of 15 to 25.



5000 PREVENTER HOOK-UP

The blowout preventer assembly shall consist of one single type blind ram proventer and one single type pipe ram preventer, both hydraulically operated; a Hydril "GK" preventer; a rotating blowout proventer; valvet; chakes and connections, as illustrated. If a toperad drill string it sued, a ram preventer must be provided for each size of drill pipe. Casing and tubing rams to fit the preventers are to be available as needed. If correct in size, the flonged outlets of the ram proventer may be used for connecting to the 4-inch 1.0. chake flow line and 4-inch 1.0. relief line, except when air or gas drilling. All preventer connections are to be open-face. flonged.

Minimum operating equipment for the preventers and hydraulically operated valves shall be as follows: (1) Multiple pumps, driven by a continuous source of power, capable of fluid charging the total accumulator volume from the nitrogen precharge pressure to its rated pressure within ______minutes. Also, the pumps are to be connected to the

hydraulic operating system which is to be a clased system. (2) Accumulators with a precharge of introgen of not less than 750 PSI and connected so as to receive the aforementioned fluid charge. With the charging pumps shut down, the pressurized fluid volume stored in the accumulators must be sufficient to close all the pressure—operated devices simultaneously within ______seconds; after clasure, the remaining accumulator pressure shall be not less than 1000 PSI with the remaining occumulator fluid volume at least ______percent of the original. (3) When requested, an additional source of power, remote and equivalent, is to be available to operate the above pumps; or there shall be additional pumps operated by separate power and equal in performance capabilities.

A pressure reducer and regulator must be provided for operating the Hydril preventer. When requested, a second pressure reducer shall be available to limit Egerating fluid pressures to rom preventem. Gulf Legion No. 38 hydraulic oil, an equivalent or better, is to be used as the fluid to operate the hydraulic equipment. The closing menifold and remote closing manifold shall have a separate control for each pressure-operated device. Controls are to be labeled, with control handles indicating open and closed positions

The choke monifold, choke flow line, relief line, and choke lines are to be supported by metal stands and adequately anchored. The choke flow line, relief line, and choke lines shall be constructed as straight as possible and without sharp bends. Easy and saccess is to be maintained to the choke manifold. If decembed necessary, walkways and stainways shall be erected in and around the choke manifold. All valves are to be selected for operation in the presence of oil, gas, and drilling fluids. The choke flow line valves and relief line valves connected to the drilling spool and all ram type proventers must be equipped with stem extensions, universal joints if needed, and hand whoels which are to extend beyond the edge of the derrick substructure. All other volves are to be equipped

57-11-15-15 Mark 4-16-93