STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT

| PO. DF E07110 BEE | **** | |
|-------------------|------|--|
| DISTRIBUTION | | |
| SANTA FE | | |
| FILE | | |
| U.B.a.s, | | |
| LAND OFFICE | | |
| TRANSPORTER | OIL | |
| | GAB | |
| OPERATOR | | |
| BECGATION OFFICE | | |

OIL CONSERVATION DIVISION P. O. BOX 2088 SANTA FE, NEW MEXICO 87501

Form C-104 Revised 10-01-78 Format 06-01-83 Page 1

Separate Forms C-104 must be filed for each pool in multiply

REQUEST FOR ALLOWABLE

| AND | | | | |
|--|---|--|--|--|
| AUTHORIZATION TO TRANSPORT OIL AND NATURAL GAS | | | | |
| Operator | | | | |
| Marks & Garner Production Company | | | | |
| Address | | | | |
| c/o Oil Reports & Gas Services, Inc., Box 755, Hobbs, NM 88241 | | | | |
| Reason(s) for filing (Check proper box) Other (Please explain) | | | | |
| New Well Change in Transporter of: | | | | |
| Recompletion Y Oil Dry Gas Effective 6/1/86 | | | | |
| Change in Ownership Casinghead Gas Condensate | | | | |
| CIRING III ONIMA III | | | | |
| If change of ownership give name and address of previous owner | | | | |
| and address of previous office. | | | | |
| II. DESCRIPTION OF WELL AND LEASE | | | | |
| Lease Name Well No. Pool Name, Including F | 1 | | | |
| State "A" 1 West Wilson S | even Rivers State B-1830 | | | |
| Location | | | | |
| that tester 0 : 660 Feet From The South Line and 1980 Feet From The East | | | | |
| Unit Letter 0 : 000 Feet From The BOULT Line and 1900 Feet From The Boult Line and | | | | |
| Line of Section 16 Township 21S Range | 34E , NMPM, Lea County | | | |
| | | | | |
| III. DESIGNATION OF TRANSPORTER OF OIL AND NATURAL GAS | | | | |
| Name of Authorized Transporter of Oil X or Condensate Address (Give address to which approved copy of this form is to be sent | | | | |
| Navajo Refining Company P. O. Box 159, Artesia, NM 88210 | | | | |
| Name of Authorized Transporter of Casinghead Gas or Dry Gas Address (Give address to which approved copy of this form is to be sent) | | | | |
| None | | | | |
| Unit Sec. Twp. Rge. | Is gas actually connected? When | | | |
| If well produces oil or liquids, Quive location of tanks. O 16 21S 34E | No | | | |
| | | | | |
| If this production is commingled with that from any other lease or pool, give commingling order number: Case #193, Order #839 | | | | |
| NOTE: Complete Parts IV and V on reverse side if necessary. | | | | |
| OH CONSERVATION DIVISION | | | | |
| VI. CERTIFICATE OF COMPLIANCE | | | | |
| I hereby certify that the rules and regulations of the Oil Conservation Division have | APPROVED JUN 1 1986 19 | | | |
| been complied with and that the information given is true and complete to the best of | | | | |
| my knowledge and belief. BY ORIGINAL SIGNED BY JERRY SEXTON | | | | |
| | DISTRICT I SUPERVISOR | | | |
| | TITLE | | | |
| This form is to be filed in compliance with RULE 1104. | | | | |
| M On ma United I If this is a request for allowable for a newly drilled or deeper | | | | |
| (Signature) Agent well, this form must be accompanied by a tabulation of the deviation of | | | | |
| All sections of this form must be filled out completely for a sple on new and recompleted wells. | | | | |
| June 10, 1986 Fill out only Sections I, II, III, and VI for changes of ow | | | | |
| (Date) | well name or number, or transporter, or other such change of condition. | | | |

completed wells.