STATE OF NEW MEXICO SNERGY AND MINERALS DEPARTMENT GIL CONSERVATION DIVISION Form C-101 Revised 10-1-78 P. O. BOX 2088 5A. Indicate Type of Lease DISTRIBUTION SANTA FE, NEW MEXICO 87501 STATE X SANTA FE FILE .5. State Oil & Gas Legee No. U.S.G.S. B - 2139LAND OFFICE OPERATOR APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK 7. Unit Agreement Name DEEPEN X DRILL PLUG BACK 8. Farm or Lease Name b. Type of Well State "H" WELL X 9. Well No. 2. Name of Operator ARCO Oil and Gas Company I.O., Field and Pool, or Wildow 3. Address of Operator Midland, Texas 79702 P. O. Box 1610 Eunice Monument 4. Location of Well 3300 LOCATED 36E 1980 12. County Lea Grayburg/San Andres 3910 22. Approx. Date Work will start 21B. Drilling Contractor GCA #8 ASAP 3597 GR 23. PROPOSED CASING AND CEMENT PROGRAM 1. MIRU PU. Kill well. NU BOP. Rise pkr @ 2759'. POH. 2. GIH w/pkr and RBP. Set RBP @ 2650'. Set pkr. Test csg to 500 psi. 3. If csg does not test, isolate leaks and run csg inspection log. Repair as needed w/remedial cmt or by CO to TD, running 4" FJ innerstring, and cmtg to surface in 4. If csg tests, reset RBP @ ±3625', Set pkr @ ±3300'. Est PIR through Eumont perfs 3398-3586'. Reset RBP @ ±3300'. Set pkr @ 2650'. PA to 500 psi. Est PIR through Eumont perfs 2800-3186! ... 5. Sqz Eumont 2800-3186' w/150 sx Cl "C" w/2% CaCl2 tailed w/150 sx Cl "C" w/2% CaCl2 and 5# sd. MxP ±2000 psi. WOC. 6. DO cmt and test to 500 psi. Wash sd off RBP. POH. 7. Latch RBP. GIH to 3500'. POH. 8. GIH w/CR and set @ 3350'. PA to 300 psi. Sqz Eumont 3398-3586' w/100 sx Cl "C" w/2% CaCl2 tailed w/100 sx Cl "C" w/2% CaCl2 and 5# sd. WOC. 9. DO CR and cmt. Test to 500 psi-10. DO cmt and wash sd off Model "D" @ 3731'. POH. 11. Rtve "DR" plug. 12. GIH w/mill and pkr picker. Mill over and rtve Model "D". POH. 13. GIH w/bit and CO to TD @ 3910' using LCM as needed. POH. 14. Turn wellbore over to Chevron for completion. IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: IF PROPOSAL IS TO DEEPEN OR PLUG BACK, GIVE DATA ON PRESENT PRODUCTIVE ZONE AND PROPOSED TIVE ZONE. GIVE BLOWOUT PREVENTER PROGRAM, IF ANY.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

Signed Ken Qu Lotul Title Engr. Tech. Spec.

Original Signed BY JERRY SEXTON ORIGINAL SIGNED BY JERRY SEXTON DISTRICT I SUPERVISOR

JUL 2 4 1986