SUBMIT IN TRIPLICATE

(Other instruction reverse side)

Form approved. Budget Bureau No. 42-R1425.

5. LEASE DESIGNATION AND SERIAL NO.

UNLIED STATES DEPARTMENT OF THE INTERIOR

Copy to o. c. q GEOLOGICAL SURVEY NM-15024 6. IF INDIAN, ALLOTTEE OR TRIBE NAME APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK 1a. TYPE OF WORK 7. UNIT AGREEMENT NAME DEEPEN [PLUG BACK DRILL X b. TYPE OF WELL SINGLE X MULTIPLE 8. FARM OR LEASE NAME WELL WELL X OTHER New Mexico Federal "Ĝ" Comm 2. NAME OF OPERATOR 9. WELL NO. Grace Petroleum Corporation 3. ADDRESS OF OPERATOR 10. FIELD AND POOL, OR WILDGAT P. O. Drawer 2358, Midland, Texas 79702

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.*) Undesignated 11. SEC. T., R., M., OR BLK.
AND SURVEY OR AREA 660' FEL & 4650' FSL At proposed prod. zone Sec. 6, T-21-S, R-32-E 12. COUNTY OR PARISH | 13. STATE 14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE N. M. 5 miles SE of Halfway, New Mexico NO. OF ACRES ASSIGNED TO THIS WELL 15. DISTANCE FROM PROPOSED* 660' to lease line LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. 630' to unit line (Also to nearest drig. unit line, Wany) 16. NO. OF ACRES IN LEASE 320 320 (Comm.) 19. PROPOSED DEPTH 20. ROTARY OR CABLE TOOLS 18. DISTANCE FROM PROPOSED LOCATION®
TO NEAREST WELL, DRILLING, COMPLETED,
OR APPLIED FOR, ON THIS LEASE, FT. 2640' 14,300' Rotary 22. APPROX. DATE WORK WILL START* 21. ELEVATIONS (Show whether DF, RT, GR, etc.) 3653' GR 11-1-78 $\overline{23}$. PROPOSED CASING AND CEMENTING PROGRAM QUANTITY OF CEMENT SETTING DEPTH WEIGHT PER FOOT SIZE OF CASING SIZE OF HOLE 17⅓" 13 3/8" 54.5# 470' <u>650 (circulate)</u> 12½" 9 5/8" 43.5 & 40# 5200' <u> 2335 (circulate - 2 stages)</u> 51/211 14300' 875 7 7/8" 17 & 20#

See attached sheet for casing and cementing programs. The well will be drilled to a depth of 14,300' to test the Morrow Sands. Dual 1500 series ram type blowout preventers and one Hydril will be used.

> DRIVLING OPERATIONS AUTHORISTS ARE SUBJECT TO COMPLIAGCE WITH ATTACHED "GENERAL REQUIREMENTS"

ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to one. If proposal is to drill or deepen directionally, give per reventer program, if any.	o deepen or plug back, give data on present productiv tinent data on subsurface locations and measured and	e zone and I true vertic	proposed new produc cal depths. Give blow
SIGNED Sugar Laght	District Production Mgr.	DATE	10-2-78
(This space for Federal or State office use)			
PERMIT NO.	APPROVAL DATE		
APPROVED BY John William	क्षित्रकार १८६५ । १८८१ (१८ ००) व्यक्तान्त्र	DATE	1979
CONDITIONS OF APPROVAL, IF ANY:	TITLE	DATE	