



IN REPLY REFER TO

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY
South Central Region
P.O. Box 26124
Albuquerque, New Mexico 87125

NOV 19 1981

Gulf Oil Corporation
P.O. Box 670
Hobbs, New Mexico 88240

Gentlemen:

Your application for Permit to Drill well No. 1 Minis Federal in Lot 10 sec. 1, T. 21S., R. 32E., Lea County, New Mexico, lease NM-14001, to a depth of 14,400 feet to test the Morrow formation in the oil-potash area, is hereby approved as amended by stipulations attached to the application.

One copy of the application is returned herewith. Please notify the District Supervisor, Geological Survey, Roswell, New Mexico, in sufficient time for a representative to witness all cementing operations.

Sincerely yours,

Gene F. Daniel
Deputy Conservation Manager
Oil and Gas

Enclosure

cc:
NMOCD (2) ✓
BLM-Carlsbad
CM,SCR
DCM - Mining (2)
Regional Files (2)
Roswell
Hobbs
ARF
RCF

JAGillham:mvd:11/17/81

U. S. GEOLOGICAL SURVEY
 UNITED STATES DEPARTMENT OF THE INTERIOR
 GEOLOGICAL SURVEY

SUBMIT IN TRIPlicate
 (Other list revers) (one on e)

Form approved
 Budget Bureau No. 42-R1425.

30-025-27659

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK

1a. TYPE OF WORK
 DRILL DEEPEN PLUG BACK

b. TYPE OF WELL
 OIL WELL GAS WELL OTHER
 SINGLE ZONE MULTIPLE ZONE

2. NAME OF OPERATOR
 Gulf Oil Corporation

3. ADDRESS OF OPERATOR
 P. O. Box 670, Hobbs, NM 88240

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.)
 At surface 3300' FNL & 1650' FEL
 At proposed prod. zone

14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE*
 26 miles west Eunice, NM

10. DISTANCE FROM PROPOSED* LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. (Also to nearest drlg. unit loc. if any)

16. NO. OF ACRES IN LEASE
 475.2

17. NO. OF ACRES ASSIGNED TO THIS WELL
 320

13. DISTANCE FROM PROPOSED LOCATION* TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT.

19. PROPOSED DEPTH
 14,400'

20. ROTARY OR CABLE TOOLS
 Rotary

21. ELEVATIONS (Show whether DF, RT, GR, etc.)

22. APPROX. DATE WORK WILL START*
 11-10-81

23. PROPOSED CASING AND CEMENTING PROGRAM

SIZE OF HOLE	SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	QUANTITY OF CEMENT
17 1/2"	13-3/8"	48#	500'	500 sx - circ
12 1/2"	9-5/8"	40#	5,000'	2600 sx - circ
8-3/4"	5 1/2"	17#	14,400'	300 sx - circ

Circulating Media:
 0' - 500' FW spud mud
 500' - 12,400' Brine water
 12,400' - 14,400' BW poly filtrate 5-10cc

See Attached BOP Drawing #2 & #4

Gas Is Not Dedicated

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 flowvent preventer program, if any.

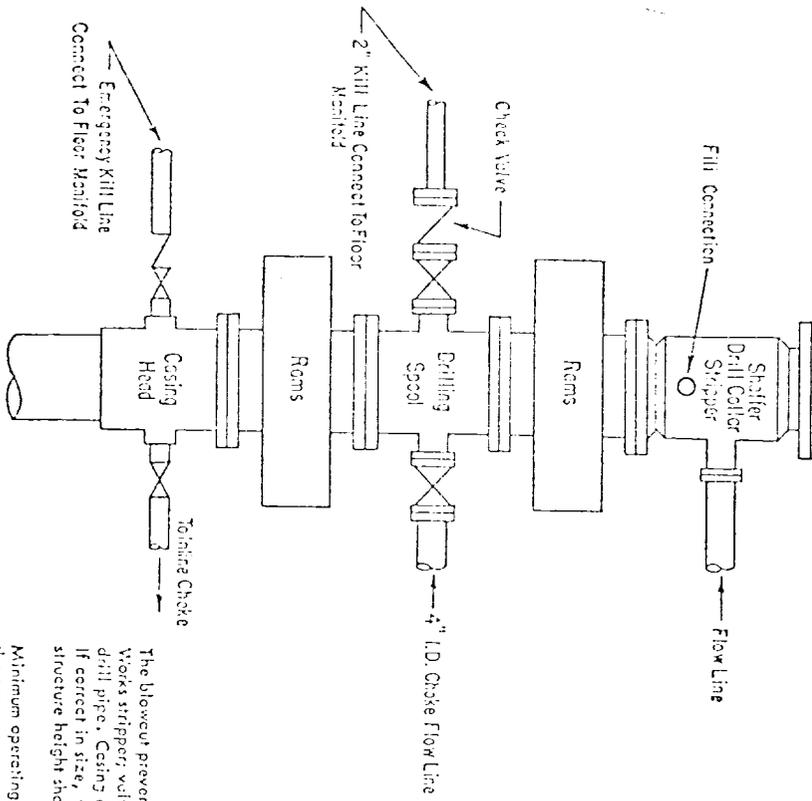
21. SIGNED L. C. Anderson TITLE Area Production Manager DATE 10-30-81

(This space for Federal or State office use)

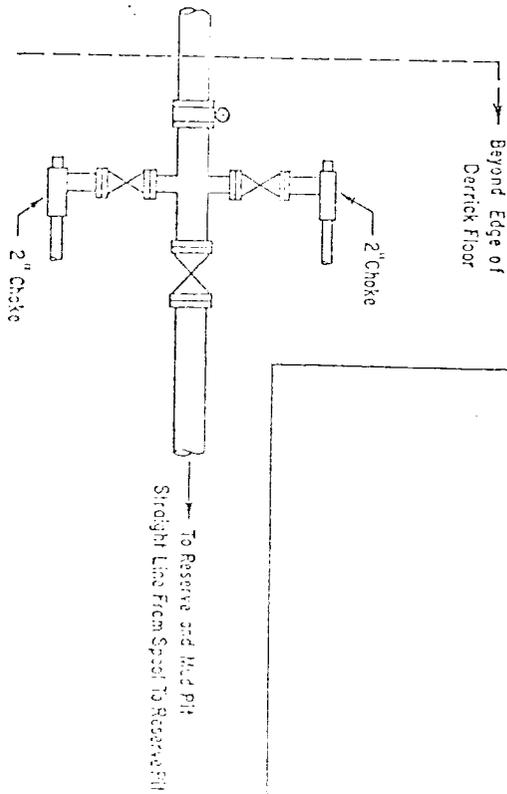
PERMIT NO. _____ APPROVAL DATE _____

APPROVED BY _____ TITLE _____ DATE _____
 CONDITIONS OF APPROVAL, IF ANY:

*See Instructions On Reverse Side



**3000 PSI WORKING PRESSURE
 BLOWOUT PREVENTER HOOK-UP**



ADDITIONS - DELETIONS - CHANGES
 SPECIFY

The blowout preventer assembly shall consist of one blind ram preventer and one pipe ram preventer, both hydraulically operated; a Shafter Tool Works stripper, valves, chokes and connections, as illustrated. If a tapered drill string is used, a ram preventer must be provided for each size of drill pipe. Casing and tubing rams to fit the preventer are to be available as needed. The ram preventers may be two singles or a double type. If correct in size, the flanged outlets of the ram preventer may be used for connecting to the 4-inch I.D. choke flow line and Kill line. The 1 1/2-structure height shall be sufficient to install a rotating blowout preventer.

Minimum operating equipment for the preventers shall be as follows: (1) Pump (s), driven by a continuous source of power, capable of closing all the pressure-operated devices simultaneously within _____ seconds. The pump (s) is to be connected to a closed type hydraulic operating system. (2) When requested, accumulators with a precharge of nitrogen of not less than 750 PSI and connected so as to receive a fluid energy from the above pump (s). With the charging pump (s) shut down, the pressurized fluid volume stored in the accumulators must be sufficient to close all the pressure-operated devices simultaneously within _____ seconds, after closure, the remaining accumulator pressure shall be not less than 1000 PSI with the remaining accumulator fluid volume at least _____ percent of the original. (3) When requested, an additional source of power, remote and independent, is to be available to operate the above pump (s) or there shall be an additional pump (s) operated by separate power and equal in performance capabilities.

The 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. A pressure reducer and regulator must be provided if a Hydril preventer is used. Cuff Legion No. 33 Hydraulic oil, an equivalent or better, is to be used as the fluid to operate the hydraulic equipment.

The choke manifold, choke flow line, and choke lines are to be supported by metal stands and adequately anchored. The choke flow line and choke lines shall be constructed as straight as possible and without sharp bends. Easy and safe access is to be maintained to the choke manifold. All valves are to be selected for operation in the presence of oil, gas and drilling fluids. The choke flow line valve connected to the drilling spool end of all ram type preventers must be equipped with stem extensions, universal joints if needed, and hand wheels which are to extend beyond the edge of the derrick substructure. All other valves are to be equipped with handles.

NEW MEXICO OIL CONSERVATION COMMISSION
WELL LOCATION AND ACREAGE DEDICATION PLAT

Form O-102
Supersedes O-128
Effective 1-1-65

All distances must be from the outer boundaries of the Section

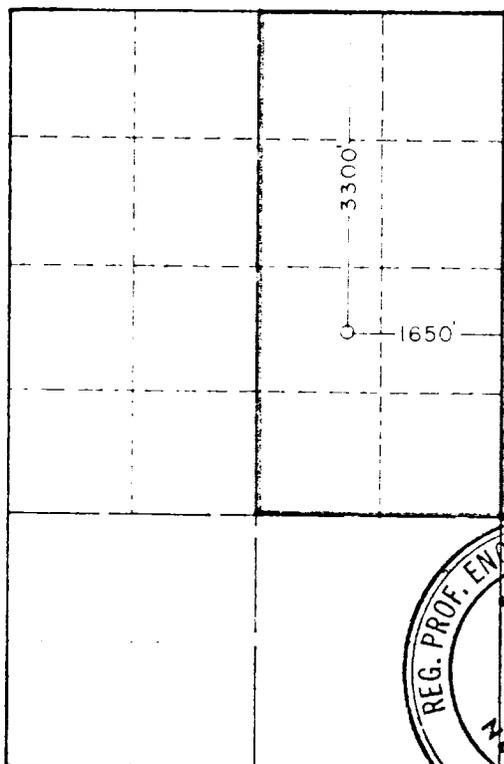
Operator Gulf Oil Corp.		Lease Minis Federal			Well No. 1
Tract Letter J	Section 1	Township 21 South	Range 32 East	County Lea	
Actual Well Location of Well: 1650 feet from the East line and 3300 feet from the North line					
Stratigraphic Elev. 3737.6	Producing Formation Morrow	Pool Hat Mesa Morrow	Dedicated Acreage: 320 Acres		

1. Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below.
2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling, etc?

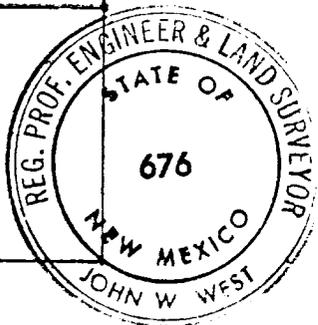
Yes No If answer is "yes," type of consolidation _____

If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.) _____

No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Commission.



SCALE: 1" = 2000'



CERTIFICATION

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

R. C. Anderson

Name
R. C. Anderson

Position
Area Production Manager

Company
Gulf Oil Corporation

Date
10-30-81

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief.

Date Surveyed
Oct. 27, 1981

Registered Professional Engineer and Land Surveyor

John W. West

Certificate No. **JOHN W. WEST 676**
PATRICK A. ROMERO 6663
Ronald J. Edson 3239