STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT

| | | \Box | |
|---------------|------|--------|---|
| DISTRIBUTION | | | 1 |
| BANTA FE | | | 1 |
| FILE | | 1 | |
| U.B.G.S. | | | |
| LAND OFFICE | | 1 | |
| TRANSPORTER | OIL | | |
| | GAS | | |
| OPERATOR | | | |
| PROBATION OFF | HC E | | |

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

REQUEST FOR ALLOWABLE
AND
AUTHORIZATION TO TRANSPORT OIL AND NATURAL GAS

| I. | ON TOTE AND MATURAL GAS |
|---|---|
| Sun Exploration & Production Company | |
| PO Box 1861, Midland, Texas 79702 | |
| Reason(s) for filing (Check proper box) | |
| New Well Change in Transporter of: | Other (Please explain) |
| Remodelles | Dry Gas |
| Change in Ownership | Condensate |
| If change of ownership give name | |
| and address of previous owner | |
| II. DESCRIPTION OF WELL AND LEASE | • |
| 1 A Aliena | Lease No. |
| J. A. Akens 15 Hardy Drinka | rd State, Federal or Fee Fee |
| Unit Letter R : 2310 Feet From The South Lit | ne and 1650 Feet From The East |
| Line of Section 3 Township 21-S Range | 36-E , NMPM, Lea County |
| III. DESIGNATION OF TRANSPORTER OF OIL AND NATURAL | |
| Name of Authorized Transporter of Oil or Condensate | Address (Give address to which approved copy of this form is to be sent) |
| ARCO Pipeline Company | 1 |
| Name of Authorized Transporter of Casinghead Gas or Dry Gas | PO Box XX. Denver City. Texas Address (Give address to which approved copy of this form is to be sent) |
| Phillips 66 Natural Gas Co. | 4001 Penbrook, Odessa, Texas |
| If well produces oil or liquids, Unit Sec. Twp. Rgs. | Is gas actually connected? When |
| give location of tanks. ! R ! 3 ! 21-S ! 36-E | yes ! 1-17-88 |
| If this production is commingled with that from any other lease or pool, | |
| NOTE: Complete Parts IV and V on reverse side if necessary. | |
| | |
| VI. CERTIFICATE OF COMPLIANCE | OIL CONSERVATION DIVISION |
| I hereby certify that the rules and regulations of the Oil Conservation Division have been complied with and that the information given is true and complete to the best of | APPROVED |
| my knowledge and belief. | Orio Signed by |
| | Paul Kautz |
| | TITLE Geologist |
| alua Inanco | This form is to be filed in compliance with RULE 1104. |
| THU STUYICE | If this is a request for allowable for a section to |
| (Stanaiwa) Accounting Associate | well, this form must be accompanied by a tabulation of the deviation tests taken on the well in accordance with AULE 111. |
| (Title) 1-25-88 | All sections of this form must be filled out completely for allowable on new and recompleted wells. |
| · (Date) | Fill out only Sections I, II, III, and VI for changes of owner, well name or number, or transporter, or other such change of condition. |
| | Separate Forms C-104 must be filed for each pool in multiply completed wells. |

| IV. | COME | PLETION | DATA |
|-----|------|---------|------|
| | | | |

| Designate Type of Completi | on - (X) Oil Well Gas Well | New Well Workover De | epen Flug Back Same Resty, Diff. Rests |
|------------------------------------|--------------------------------|----------------------|--|
| Date Spudded | Date Compl. Ready to Prod. | Total Depth | F.B.T.D. |
| <u> </u> | 12-7-87 | 7000 | 6956 |
| Elevations (DF, RKB, RT, GR, etc.) | Name of Producing Formation | Top Oil/Gas Pay | Tubing Depth |
| 3543.3 GR | Drinkard | 6598 | 6470 |
| Perforations 6598-6880 | | | Cepth Casing Shoe 7000 |
| | TUBING, CASING, AN | D CEMENTING RECORD | |
| HOLE SIZE | CASING & TUBING SIZE | · DEPTH SET | SACKS CEMENT |
| 17-1/2 | 13-3/8 | 1345 | 1425 surf |
| 11 | 8-5/8 | 4900 | 1200 surf |
| 7-7/8 | 5-1/2 | 7000 | 675 TOC 3272 |
| | 2-7/8 | 6470 | 070 100 3272 |

V. TEST DATA AND REQUEST FOR ALLOWABLE (Test must be after recovery of total volume of load oil and must be equal to or exceed top allowable for this depth or be for full 24 hours)

| ************************************** | | , | |
|--|-----------------|---|-------------|
| Date First New Oil Run To Tanks | Date of Test | Producing Method (Flow, pump, gas lift, e:c.) | |
| 1-8-88 | 1-21-88 | Flowing | |
| Length of Test | Tubing Pressure | Casing Pressure | C toke Size |
| 24 hrs | 300# | , | 28/64 |
| Actual Prod. During Test | Oll-Bbis. | Water - Bbis. | G(III • MCF |
| | 78 | 163 | 403 |

GÀS WELL

| Actual Prod. Test-MCF/D | Length of Test | Bbis. Condensate/MMCF | Gravity of Condensate |
|----------------------------------|---------------------------|---------------------------|-----------------------|
| Teeling Method (pitot, back pr.) | Tubing Pressure (shut-im) | Casing Pressure (Shut-in) | Choke Size |
| | | | • |