| Submit to Appropriate<br>District Office<br>State Lease - 6 copies | Energy,              | State of New Mex<br>Minerals and Natural Res |                     | t                                       |                | Form C-101<br>Revised 1-1-89 |
|--|----------------------|--|---------------------|---|----------------|------------------------------|
| Fee Lease - 5 copies<br>DISTRICT I<br>P.O. Box 1980, Hobbs, NM     | 88240                | P.O. Box 2088                                | 3                   | API NO. ( ass                           | igned by OCD   | on New Wells)                |
| <u>DISTRICT II</u><br>P.O. Drawer DD, Artesia, N                   |                      | anta Fe, New Mexico 8                        | \$7504-2088         |   |                | TE FEE X                     |
| DISTRICT III<br>1000 Rio Brazos Rd., Aztec                         | -                    |  | -                   | 6. State Oil                            | & Gas Lease N  | o.                           |
| APPLICAT   | ION FOR PERMIT       | O DRILL, DEEPEN, O                           | R PLUG BACK         |   |                |                              |
| 1a. Type of Work:  |                      |  |                     | 7. Lease Nat                            | me or Unit Agr | eement Name                  |
| DRILL  | RE-ENTER             | DEEPEN                                       | PLUG BACK 🛛         |   |                |                              |
| b. Type of Well:<br>OL GAS<br>WELL WELL X                          |                      | SINGLE<br>20NE                               | MULTIPLE<br>20NE [  |   | <u>Mattern</u> |                              |
| 2. Name of Operator  |                      |  |                     | 8. Well No.                             |                |                              |
| Meridian Oil Inc.  |                      |  |                     | 2                                       |                |                              |
| 3. Address of Operator   |                      |  |                     | 9. Pool nam                             |                |                              |
| P.O. Box 5181  | 0, Midland, TX 7     | 9710-1810                                    |                     | Eumor                                   | nt (Yates-     | 7Rvrs-Queen)                 |
| 4. Well Location<br>Unit Letter K                                  | : <u>1650</u> Feet F | rom The West                                 | Line and 165        | 60 Feet                                 | From The SO    | uth Line                     |
|  | 7                    | thip 22-S Ran                                | а 37-Е              | NMPM Le                                 | а              | County                       |
| Section  | 7 Town               |  | mmm                 | 111111111111111111111111111111111111111 | ΠΠΠ            |                              |
| <i>{}}}}}}</i>   |                      | 10. Proposed Depth                           |                     | 11. Formation                           |                | 12. Rotary or C.T.           |
|  |                      |  | PBTD 3650'          | Penro                                   | se             |                              |
| 13. Elevations (Show whether                                       | TDF. RT. GR. etc.)   | 14. Kind & Status Plug. Bond                 | 15. Drilling Contra | actor                                   | ••             | ate Work will start          |
| 3430' GR   |                      | Blanket                                      |                     |   | Up             | on approval                  |
| 17.  | pr                   | ROPOSED CASING AN                            | ID CEMENT PRO       | OGRAM                                   |                |                              |
|  | SIZE OF CASING       | WEIGHT PER FOOT                              | SETTING DEPT        |   | CEMENT         | EST. TOP                     |
| SIZE OF HOLE   | 8-5/8"               | 28#  | 326'                |   | SXS            | Surface                      |
| 6-3/4"   | 5-1/2"               | 14#  | 3668'               | 150                                     | SXS            | 3510'                        |
| 0-0/4  |                      |  |                     |   |                |                              |
| L  | 1                    | A A A A A A A A A A A A A A A A A A A        |                     |   |                |                              |

Plug Back from the Arrowhead Grayburg Oil Pool to the Eumont (Yates-7Rvrs-Queen) Gas Pool.

Simultaneous Dedication with well No. 1, L, 1650' FSL & 330' FWL.

Non-Standard gas proration unit previously approved for well No. 1

Run Epithermal Neutron Log & GR/CCL 3668'-2700'. Set CIBP @3650'. Consult Engineer for depth to perforate four squeeze holes. Set cmt ret 50' above sqz holes. Sting into retainer. Hold 1000 psi on annulus. Sqz perfs w/50 sxs Micro-Matrix cmt followed w/50 sxs C cmt. Perforate Penrose as directed by Engineer. Break down perfs w/ 50 gls/perf of 2% KCl wtr & 7/8" RCNBS. Fracture stimulate Penrose w/25,700 gls 50-Quality foam & 105,000 lbs 12/20 mesh Brady sand. Put on production.

| IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM:     | IP PROPOSAL IS TO DEEPEN OR PLUG BACK, GIVE DATA ON PRESENT PRODUCTIVE ZONE AND PROPOSED NEW PRODUCTIVE |
|---|---|
| ZONE, GIVE BLOWOUT PREVENTER PROGRAM, IF ANY. |   |

| I hereby certify that the information above is true and<br>SKONATURE Manual - P | Dere                            | Production Asst.    |             | DATE7         | 7-17-91     |
|---|---------------------------------|---------------------|-------------|---------------|-------------|
| TYPE OR PRINT NAME Maria L. Perez   | 2                               |                     |             | TELEPHONE NO. | 915-686-576 |
| (This space for State Use)  |                                 |                     |             |               |             |
|   |                                 | TITLE               |             | DATE          |             |
| APPROVED BY<br>CONDITIONS OF APPROVAL, IF ANY:<br>APPFOVED TOF TECORD I CLIMAN  |                                 | calling be produced | This 600    | ork nev       | er done     |
| Poroved for record letter a   | ionk onlywell<br>the mathematic | Cannor be produced  | · · · · · · |               | <b>.</b>    |

Submit to Appropriate Distnet Office State Lease - 4 copies

<u>DISTRICT I</u> P.O. Box 1980, Hobbs, NM 88240

DISTRICT II P.O. Drawer DD, Artesia, NM 88210

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990 1320 1650 1980 2310 2640

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## State of New Mexico Energy, Minerals and Natural Resources Department

Certificate No.

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## OIL CONSERVATION DIVISION

P.O. Box 2088

Santa Fe, New Mexico 87504-2088

## WELL LOCATION AND ACREAGE DEDICATION PLAT

|  |                               | Lease   | es of the section  | Well No.  |
|--|-------------------------------|---|--|---|
| erator   |                               |   |  | 2   |
| 1eridian Oil Inc.  |                               | H. T. Matterr   | County   | <u>_</u>  |
| it Letter Section  | Township                      | Range   |  | Lea   |
| ζ 7  | 22 <b>-</b> S                 | 37-Е  | NMPM   |   |
| tual Footage Location of Well:   |                               | 1000  | feet from the SOU  | th line   |
| 1650 feet from the   | west line                     | and 1650  | feet from the 500  | Dedicated Acreage:  |
| ound level Elev. Producing   | Formauon                      | Pool  |  | 160 Acres   |
| 3430' Penrose  |                               |   | s-7Rvs-Queen)  | TOO Actes   |
| 3. If more than one lease of diffe<br>unitization, force-pooling, etc.   | rent ownership is dedicate    | ch and identify the ownership th<br>i to the well, have the interest of<br>yes" type of consolidation | tereof (both as to working interest a  | nd royaity).  |
| Yes<br>If answer is "no" list the owners<br>this form if neccessary.<br>No allowable will be assigned to<br>or until a non-standard unit, elim | and tract descriptions which  | have actually been consolidate  | ed. (Use reverse ade of munitization, unitization, forced-po   | oling, or otherwise)  |
| or unui a non-standard unit, enin  | Inding soul interest interest |   | OPER   | ATOR CERTIFICATION  |
|  |                               |   | I her<br>contained h<br>best of my k<br>Signature<br>Printed Nam<br>Maria L<br>Position<br>Product<br>Company<br>Meridia<br>Date<br>7-17-9 | eby certify that the informati<br>erein in true and complete to t<br>mowledge and belief.<br>Perez<br>Perez<br>oil Inc.                                       |
| Simultaneous Dedicat   | ion                           |   | SUR  | VEYOR CERTIFICATION   |
| Junnunununun   |                               |   | on this p<br>actual su<br>supervision  | certify that the well location sh<br>lat was plotted from field note<br>rveys made by me or under<br>and that the same is true<br>to the best of my knowledge |

UUL 1 9 1991 OC. MOBBS OFFICE

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