

UNITED STATES
DEPARTMENT OF
BUREAU OF LAND MANAGEMENT

OFFER, CONSIDER NO. 162683
PROPERTY NO. 2232
POOL CODE 83810
EST. DATE 7/7/98
APPROVAL NO. 30-025-28129

DATE
on

FORM APPROVED
OMB NO. 1004-0136
Expires: February 28, 1995

APPLICATION FOR PERMIT

1a. TYPE OF WORK

DRILL ☒

DEEPEN ☐

b. TYPE OF WELL

OIL
WELL ☐

GAS
WELL ☒

OTHER

SINGLE
ZONE ☐

MULTIPLE
ZONE ☐

2. NAME OF OPERATOR

GRUY PETROLEUM MANAGEMENT COMPANY (ZENO FARRIS) 972-443-6489

3. ADDRESS AND TELEPHONE NO.

P.O. BOX 140907 IRVING, TEXAS 75014-0907

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.)

At surface

1980' FNL & 1980' FWL SEC. 8 T26S-R37E LEA CO NEW MEXICO

At proposed prod. zone SAME

14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE*

Approximately 5 miles South of Jal New Mexico.

15. DISTANCE FROM PROPOSED*

LOCATION TO NEAREST
PROPERTY OR LEASE LINE, FT.
(Also to nearest drlg. unit line, if any)

1980'

16. NO. OF ACRES IN LEASE

600

17. NO. OF ACRES ASSIGNED
TO THIS WELL

160

18. DISTANCE FROM PROPOSED LOCATION*

TO NEAREST WELL, DRILLING, COMPLETED,
OR APPLIED FOR, ON THIS LEASE, FT.

1320'

19. PROPOSED DEPTH

3150'

20. ROTARY OR CABLE TOOLS

ROTARY

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

2973' GR.

22. APPROX. DATE WORK WILL START*

When approved

23.

PROPOSED CASING AND CEMENT DATA

CAPITAN CONTROLLED WATER BASIN

SIZE OF HOLE	GRADE, SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	QUANTITY OF CEMENT
12 1/4	K-55 8 5/8"	24	1000'	750 Sx.-In Place-Circulated
7 7/8"	J-55 5 1/2"	15.5	3700'	1000 Sx.-In Place-Circulated

- This is a re-entry and both the surface and production casing has been set and cemented to surface.
- This well be re-entered and cleaned out to 3150', perforated, acidized, fractured & placed on production.
- A well service will be rigged up on well, and a reverse unit will be used to drill cement plugs and clean out to 3150'. Steel pits will be used for brine water no earthen pits will be necessary.

APPROVAL SUBJECT TO
GENERAL REQUIREMENTS AND
SPECIAL STIPULATIONS

IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen, 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 blowout preventer program, if any.

24.

SIGNED

Zeno Farris

TITLE

Agent

DATE 04/23/98

(This space for Federal or State office use)

PERMIT NO.

APPROVAL DATE

Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.
CONDITIONS OF APPROVAL, IF ANY:

APPROVED BY

/s/ Earle Smith

TITLE

Acting Field Office
Mgt. LANDS & MINERALS

DATE

JUN 25 1998

*See Instructions On Reverse Side



CHICAGO, ILLINOIS
JAN 10 1971