

U. S. OIL COMMISSION
P. O. BOX 1000
HOBBBS, NEW MEXICO
UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY

SUBMIT IN TRIPLICATE
(Other instructions on re-
verse side)

Form approved.
Budget Bureau No. 42-R1424.

SUNDRY NOTICES AND REPORTS ON WELLS

(Do not use this form for proposals to drill or to deepen or plug back to a different reservoir.
Use "APPLICATION FOR PERMIT—" for such proposals.)

1. OIL WELL <input checked="" type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER <input type="checkbox"/>		5. LEASE DESIGNATION AND SERIAL NO. NM-20377-A
2. NAME OF OPERATOR FLAGSTONE PETROLEUM CORPORATION		6. IF INDIAN, ALLOTTEE OR TRIBE NAME --
3. ADDRESS OF OPERATOR 1014 C & K Building, Midland, Texas 79701		7. UNIT AGREEMENT NAME --
4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.* See also space 17 below.) At surface 660' FSL & 660' FEL of Section (SE $\frac{1}{4}$ SE $\frac{1}{4}$) (Unit P)		8. FARM OR LEASE NAME HNG FEDERAL
14. PERMIT NO. --		9. WELL NO. 1
15. ELEVATIONS (Show whether DF, RT, GR, etc.) 3329' G.L.		10. FIELD AND POOL, OR WILDCAT Wildcat
		11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA Sec. 26-26S-33E
		12. COUNTY OR PARISH Lea
		13. STATE NM

16. Check Appropriate Box To Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:

TEST WATER SHUT-OFF	<input type="checkbox"/>	PULL OR ALTER CASING	<input type="checkbox"/>
FRACTURE TREAT	<input type="checkbox"/>	MULTIPLE COMPLETE	<input type="checkbox"/>
SHOOT OR ACIDIZE	<input type="checkbox"/>	ABANDON*	<input type="checkbox"/>
REPAIR WELL	<input type="checkbox"/>	CHANGE PLANS	<input type="checkbox"/>
(Other)		Change Operator	<input checked="" type="checkbox"/>

SUBSEQUENT REPORT OF:

WATER SHUT-OFF	<input type="checkbox"/>	REPAIRING WELL	<input type="checkbox"/>
FRACTURE TREATMENT	<input type="checkbox"/>	ALTERING CASING	<input type="checkbox"/>
SHOOTING OR ACIDIZING	<input type="checkbox"/>	ABANDONMENT*	<input type="checkbox"/>
(Other)			

(NOTE: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*

Attached is a copy of Designation of Operator dated 8-25-83 whereby HNG Oil Company, the record lessee, names FLAGSTONE PETROLEUM CORPORATION as the operator for the SE-SE 26-26S-33E.

Also attached is a new WELL LOCATION and ACREAGE DEDICATION PLAT.

Flagstone is familiar with APD filed by Jubilee Energy Corporation and will comply with the provisions of the APD and the conditions under which it is approved.

18. I hereby certify that the foregoing is true and correct

SIGNED James A. Knauf TITLE Agent DATE August 31, 1983
(This space for Federal or State office use)

APPROVED BY C. D. Lopez TITLE _____ DATE 9/2/83
CONDITIONS OF APPROVAL, IF ANY:

SEP 7 1983

SEP 7 1983

C.C.D.
HOBBS OFFICE

NEW MEXICO OIL CONSERVATION COMMISSION
WELL LOCATION AND ACREAGE DEDICATION PLAT

Form C-104
Supersedes C-128
Effective 1-1-65

All distances must be from the outer boundaries of the Section.

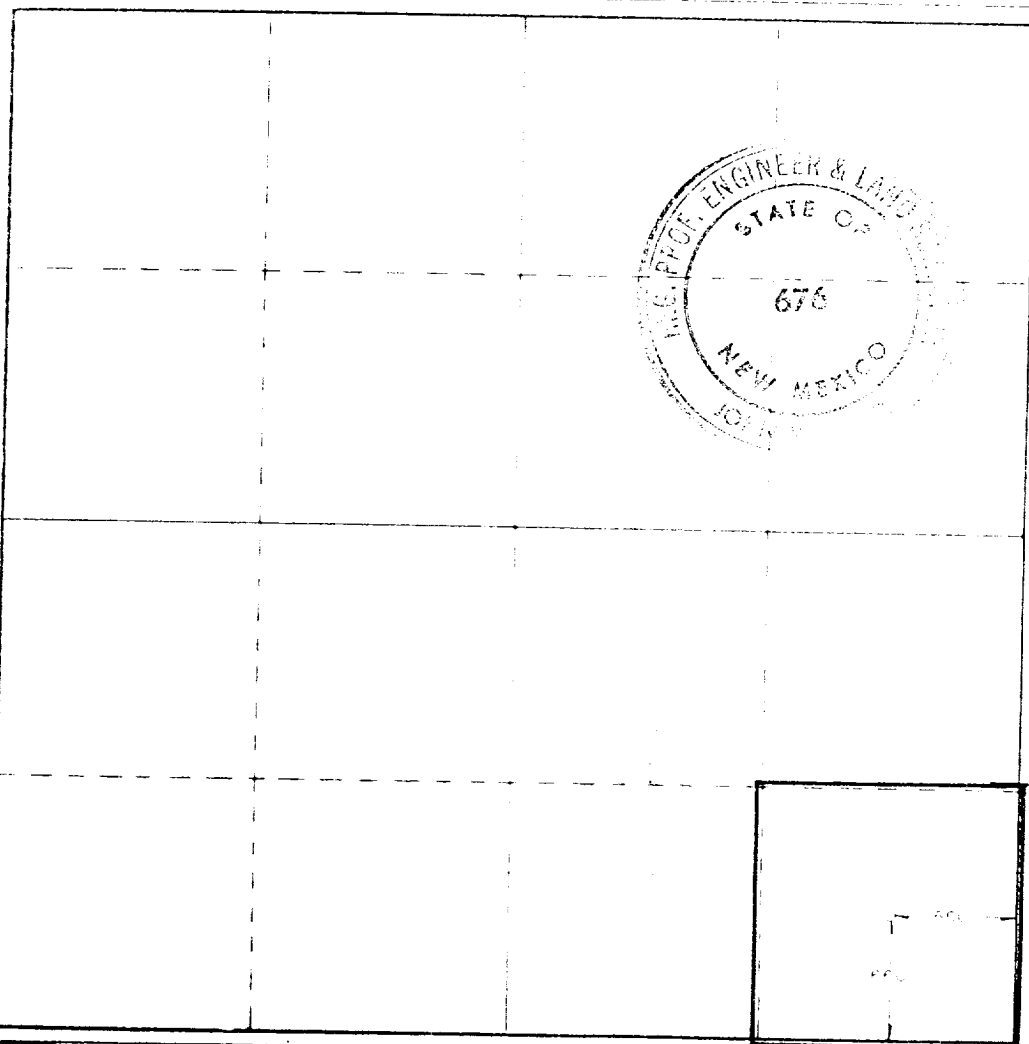
Flagstone Petroleum Corp.			HNG Fed.		Well No. 1
Section	Township	Range	Section	Range	
P	26	26 South	33 East	Lea	
660 feet from the south			660 feet from the east		
Ground Level Elev.	Producing Formation	Wildcat		40	
3329.3'	Delaware				

- Outline the acreage dedicated to the subject well by colored pencil or hatchure marks on the plat below.
- If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
- 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.



CERTIFICATION

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

James A. Knauf
James A. Knauf

Agent

FLAGSTONE PETROLEUM CORP.

August 31, 1983

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.

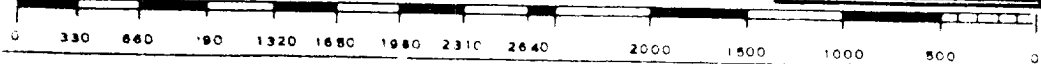
Date of Survey

June 27, 1983

Registered Professional Engineer
and Professional Surveyor

John W. West
John W. West

Certificate No. JOHN W. WEST 676
RONALD J. EIDSON, 3239



RECEIVED

SEP 1951

G. F. D.
HOBBS OFFICE

SUPERVISOR, OIL AND GAS OPERATIONS:

DESIGNATION OF OPERATOR

The undersigned is, on the records of the Bureau of Land Management, holder of oil and gas lease

DISTRICT LAND OFFICE: Roswell, New Mexico

SERIAL No.: NM-20377-A

and hereby designates

NAME: Flagstone Petroleum Company

ADDRESS: 1014 C&K Building

Midland, Texas 79701

as his operator and agent, with full authority to act in his behalf in complying with the terms of the lease and regulations applicable thereto and on whom the supervisor or his representative may serve written or oral instructions in securing compliance with the Oil and Gas Operating Regulations with respect to (describe acreage to which this designation is applicable):

Township 26 South, Range 33 East

Section 26: S/2 SE/4

Lea County, New Mexico

It is understood that this designation of operator does not relieve the lessee of responsibility for compliance with the terms of the lease and the Oil and Gas Operating Regulations. It is also understood that this designation of operator does not constitute an assignment of any interest in the lease.

In case of default on the part of the designated operator, the lessee will make full and prompt compliance with all regulations, lease terms, or orders of the Secretary of the Interior or his representative.

The lessee agrees promptly to notify the oil and gas supervisor of any change in the designated operator.

HNG OIL COMPANY

By: _____

(Signature of lessee)

R. W. Usrey, Agent and Attorney-in-Fact

P.O. Box 2267, Midland, Texas 79702

August 25, 1983

(Date)

(Address)