

OIL CONSERVATION DIVISION

P. O. BOX 7088

SANTA FE, NEW MEXICO 87501

REQUEST FOR ALLOWABLE  
AND  
AUTHORIZATION TO TRANSPORT OIL AND NATURAL GAS

|                                                  |                                                                             |
|--------------------------------------------------|-----------------------------------------------------------------------------|
| 1. Operator                                      |                                                                             |
| Southland Royalty Company                        |                                                                             |
| Address                                          |                                                                             |
| 21 Desta Drive, Midland, Texas 79705             |                                                                             |
| Person(s) for filing (Check proper box)          |                                                                             |
| New Well <input type="checkbox"/>                | Change in Transporter of:                                                   |
| Recompletion <input checked="" type="checkbox"/> | Oil <input type="checkbox"/> Dry Gas <input type="checkbox"/>               |
| Change in Ownership <input type="checkbox"/>     | Casinghead Gas <input type="checkbox"/> Condensate <input type="checkbox"/> |

If change of ownership give name and address of previous owner \_\_\_\_\_

|                                   |          |                                |                             |                    |
|-----------------------------------|----------|--------------------------------|-----------------------------|--------------------|
| II. DESCRIPTION OF WELL AND LEASE |          |                                |                             |                    |
| Lease Name                        | Well No. | Pool Name, including Formation | Kind of Lease               | Lease No.          |
| Madera Ridge "27" St COM          | 1        | Johnson Ranch (Wolfcamp)       | State, Federal or Fee State | LG 4558            |
| Location                          |          |                                |                             |                    |
| Unit Letter                       | B        | 660 Feet From The              | North Line and              | 1980 Feet From The |
| Line of Section                   | 27       | Township                       | 24S                         | Range              |
|                                   |          |                                | 33E                         | N.M.P.M.           |
|                                   |          |                                | Lea                         | County             |

|                                                                                                                          |                                                                          |                                  |      |      |                            |                               |
|--------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------|----------------------------------|------|------|----------------------------|-------------------------------|
| III. DESIGNATION OF TRANSPORTER OF OIL AND NATURAL GAS                                                                   |                                                                          | SCURLOCK PERMIAN CORP EFF 9-1-91 |      |      |                            |                               |
| Name of Authorized Transporter of Oil <input type="checkbox"/> or Condensate <input checked="" type="checkbox"/>         | Address (Give address to which approved copy of this form is to be sent) |                                  |      |      |                            |                               |
| The Permian Corp. Permian (Eff. 9 / 1 / 87)                                                                              | P.O. Box 3119, Midland, Tx 79702                                         |                                  |      |      |                            |                               |
| Name of Authorized Transporter of Casinghead Gas <input type="checkbox"/> or Dry Gas <input checked="" type="checkbox"/> | Address (Give address to which approved copy of this form is to be sent) |                                  |      |      |                            |                               |
| Southland Gathering Company                                                                                              | P. O. Box 1078, Jal, NM 88252                                            |                                  |      |      |                            |                               |
| If well produces oil or liquids, give location of tanks.                                                                 | Unit                                                                     | Sec.                             | Twp. | Rge. | Is gas actually connected? | When                          |
|                                                                                                                          | B                                                                        | 27                               | 24S  | 33E  | No                         | Connected 10/16/86<br>Unknown |

If this production is commingled with that from any other lease or pool, give commingling order number: \_\_\_\_\_

|                                      |                             |                 |              |          |        |           |           |            |
|--------------------------------------|-----------------------------|-----------------|--------------|----------|--------|-----------|-----------|------------|
| IV. COMPLETION DATA                  |                             |                 |              |          |        |           |           |            |
| Designate Type of Completion - (X)   | Oil Well                    | Gas Well        | New Well     | Workover | Deepen | Plug Back | Same Pool | Diff. Pool |
|                                      |                             | XX              |              |          |        | XX        |           |            |
| Date Spudded                         | Date Compl. Ready to Prod.  | Total Depth     | P.E.T.D.     |          |        |           |           |            |
| 5-22-86                              | 6-5-86                      | 15,694'         | 14,770'      |          |        |           |           |            |
| Elevations (D.F., RKB, RT, GR, etc.) | Name of Producing Formation | Top Oil/Gas Pay | Tubing Depth |          |        |           |           |            |
| 3522.4' GR                           | Wolfcamp                    | 13,266'         | 12,687'      |          |        |           |           |            |
| Perforations                         | Depth Casing Shoe           |                 |              |          |        |           |           |            |
| 13,266-532'                          | -                           |                 |              |          |        |           |           |            |
| TUBING, CASING, AND CEMENTING RECORD |                             |                 |              |          |        |           |           |            |
| HOLE SIZE                            | CASING & TUBING SIZE        | DEPTH SET       | SACKS CEMENT |          |        |           |           |            |
| 17 1/2"                              | 13 3/8"                     | 800'            | 850 sx.      |          |        |           |           |            |
| 12 1/4"                              | 9 5/8"                      | 5055'           | 2150 sx.     |          |        |           |           |            |
| 8 3/4"                               | 7"                          | 13,130'         | 1625 sx.     |          |        |           |           |            |
|                                      | 2 7/8"                      | 12,687'         |              |          |        |           |           |            |

|                                                 |                 |                                                                                                                                               |            |
|-------------------------------------------------|-----------------|-----------------------------------------------------------------------------------------------------------------------------------------------|------------|
| V. TEST DATA AND REQUEST FOR ALLOWABLE OIL WELL |                 | (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, etc.)                                                                                                 |            |
|                                                 |                 |                                                                                                                                               |            |
| Length of Test                                  | Tubing Pressure | Casing Pressure                                                                                                                               | Choke Size |
|                                                 |                 |                                                                                                                                               |            |
| Actual Prod. During Test                        | Oil-Bbls.       | Water-Bbls.                                                                                                                                   | Gas-MCF    |
|                                                 |                 |                                                                                                                                               |            |

|                                  |                           |                           |                       |
|----------------------------------|---------------------------|---------------------------|-----------------------|
| GAS WELL                         |                           |                           |                       |
| Actual Prod. Test-MCF/24         | Length of Test            | Bbls. Condensate/MMCF     | Gravity of Condensate |
| 236.9                            | 4 hrs.                    | 9.2                       | 52                    |
| Testing Method (prior, back pr.) | Tubing Pressure (Shut-in) | Casing Pressure (Shut-in) | Choke Size            |
| Back Pr.                         | 7984                      | -                         | 13/64"                |

|                                                                                                                                                                                                            |  |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     |  |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--|
| I. 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 above is true and complete to the best of my knowledge and belief. |  | APPROVED _____, 1986                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |  |
|                                                                                                                                                                                                            |  | BY _____ ORIGINAL SIGNED BY JERRY SEXTON                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            |  |
|                                                                                                                                                                                                            |  | DISTRICT I SUPERVISOR                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               |  |
|                                                                                                                                                                                                            |  | TITLE _____                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         |  |
| Cathy Nokes<br>(Signature)<br>Engineering Tech III<br>7/2/86<br>(Date)                                                                                                                                     |  | This form is to be filed in compliance with RULE 1004.<br>If this is a request for allowable for a newly drilled or deeper well, this form must be accompanied by a tabulation of the device tests taken on the well in accordance with RULE 111.<br>All sections of this form must be filled out completely for all wells on new and recompleted wells.<br>Fill out only Sections I, II, III, and VI for changes of owner, well name, or number, or transporter, or other such change of conditions.<br>Separate Form C-104 must be filled for each pool in multi- |  |

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