

APPLICATION TO DRILL

Plains Petroleum Operating Company

E. C. Hill 'B' Federal #12

Lea County, New Mexico

Lease No. 064118

September 19, 1994

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7. POTENTIAL HAZARDS:

No abnormal pressures or temperatures are anticipated. Hydrogen sulfide is not expected to be encountered with this well.

8. ANTICIPATED START DATE:

October 1994 with completion on or about November 1994.