Form-2:00-3 (July 1992)	N.M. O P.O. HOBby DEPARTMEN	TED, STATE	IMISSION 88240 NTERIOR	SUBMIT IN T' (Other instru. reverse b	as on lae)	OMB NC Expires: Fe	APPROVED). 1004-0136 bruary 28, 1995
			GEMENT			NM-03429	ION AND SEBIAL NO.
	LICATION FOR F	PERMIT TO	DRILL OR	DEEPEN		6. IF INDIAN, ALLOT	TTEE OR TRIBE NAME
1a. TYPE OF WORK D. TYPE OF WELL	RILL 🖄	DEEPEN			-	7. UNIT AGREEMEN	TNAME
OIL X WELL X 2. NAME OF OPERATOR	GAS OTHER		SINGLE ZONE	Z MULTIP ZONE		5. FARM OR LEASE NAME	st Jal "21" #1
Enserch Explor 3. Address and telephone N	•. 4849 Greenvill	e Ave., #1200	(505)673	215 8		9. API WELL NO. 30-025-	33348
4. LOCATION OF WELL (At surface	Beport location clearly an	206-4186 In accordance with	th any State req	uirements.*)		West Jal De	laware Field
At proposed prod. z		660' FSL L & 660' FSL	L	lnit N		1. SEC., T., E., M., AND SURVEY OR Sec. 21, T25	AREA
	AND DIRECTION FROM NE	REST TOWN OR POS	T OFFICE*			2. COUNTY OR PARI	
	lal, New Mexico					Lea	NM
15. DISTANCE FROM PRO LOCATION TO NEARE PROPERTY OR LEASE (Also to nearest di)'	16. NO. OF ACE 920	ES IN LEASE	17. NO. OF TO THIS	ACRES ASSIGNED WELL 40	· · ·
18. DISTANCE FROM FRO TO NEAREST WELL, OR APPLIED FOR, ON T	DRILLING, COMPLETED,	20'	19. PROPOSED 1 7800')EPTH	20. ROTABY Rotar	OR CABLE TOULS	<u> </u>
	hether DF, RT, GR, etc.)			·····	<u> </u>	22. APPROX. DATE	WORK WILL START*
3065'						On or before	4-1-96
23.		PROPOSED CASI	NG AND CEMEN	TING PROGRAM	A	Or upon AP	D approval
SIZE OF HOLE	GRADE, SIZE OF CASING	WEIGHT PER FO		TING DEPTH		QUANTITY OF CER	AENT
17 1/2	J-55	54.50#	400'		415 sks 4	URCULATE	
12 1/4			3500'		1280 sks	TIE]	
7 7/8	N-80	17.00#	7800'		485 sks	BACK	

Please see attached program outline and plan for each phase of operations.

OPER. OGRID NO. 7467
A 71
PROPERTY NO. 19 145
POOL CODE 33800
EFF. DATE 3/25/96
APINO. 30-025-33348



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.

<u>s</u> Sr. Drilling Engineer	DATE 2/13/96
	APPROVAL SUBJECT IN
APPROVAL DATE	GENERAL REQUIREMENTS AN
itable title to those rights in the subject lease	which would entitle the applicant to conduct operations there
Acce Monegar	DATE
	APPROVAL DATE

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

DRILLING PROGRAM

I Estimated Formation Tops:

FORMATION	DEPTH	<u>SUBSEA</u>
Rustler	1,275'	1,822'
B/Anhydrite	3,374'	-277'
Yates Sand	3,539'	-442'
Capitan	4,090'	-993'
Delaware Mtn.	5,358'	-2,261'
Basal Brushy Canyon	7,422'	-4,325'
Orange Sand	7,510'	-4,413'
Bone Spring	7,658'	-4561'
TD	7,800'	

II Estimated depths at which water, oil, gas, or other mineral bearing formations are expected to be encountered:

SUBSTANCE	<u>DEPTH</u>
Fresh Water	0' - 400'
Oil	7,422' - 7,800'

Fresh water sands will be cased and casing set and cemented to surface as per New Mexico regulations.

Oil in all pay zones will be cased off with casing and liner after well is logged. Cement to cover.

III Operator specifications for pressure control are shown by the attached schematic design of the blow-out preventers and choke manifolds. See attached Exhibit "E" (also sometimes referred to as Figure 5).

IV A. Proposed Casing Program:

<u>CASING</u>	<u>DEPT</u> <u>H</u>	HOLE SIZE	<u>O.D.</u>	<u>WEIG</u> <u>HT</u>	<u>GRAD</u> <u>E</u>
Surface	400'	17 ½"	13 3/8"	54.50#	J- 55
Intermedia te	3,500'	12 ¼"	8 5/8"	24.00#	J-55
Production	7,800'	7 7/8"	5 1/2"	17.00#	N-80

All casing will be inspected, tested and drifted, and certified to BLM specifications and accepted by operator prior to being run in well.

B. Proposed Cement Program:

Surface:		ts Class C + 2% CaCl ₂ + .25 lb/sk Cello-Seal lb/gal; 1.34 ft^3/sk		
Intermediate	Lead:	1080 sks Pacesetter Lite (C) + 6% Gel + 5 lb/sk Salt + .25 lb/sk Cello-Seal 12.54 lb/gal; 2.01 ft^3/sk		
	Tail:	200 sks Class C 14.8 lb/gal; 1.32 ft ³ /sk		
Production	Lead:	190 sks Pacesetter Lite (C) + 6% Gel + 5 lb/sk Salt + 5 lb/sk Gilsonite 12.41 lb/gal; 2.09 ft^3/sk		
	Tail:	295 sks Class C + .75% CF-14A + .15% + CF-2 + 2% KCI 14.79 lb/gal; 1.34 ft ³ /sk		

V. Proposed Mud Program:

INTERVAL	MUD TYPE	MUD WT.	<u>VISCOSITY</u>	WATER LOSS
0-400'	Spud Mud	8.7-9.0	35-38	N/C
400-2,350'	Fresh Water/	0500	22.24	NI/C
2,350-3,500'	Native Mud Brine Water/	9.5 - 9.8	32-34	N/C
2,550-5,500	Native Mud	10.0-10.2	32-34	N/C
3,500-6,800'	Fresh Water	8.4	26-28	N/C
6,800-7,800'	Fresh Water Mud	8.6-8.8	34-38	10 cc's

2

VI A. Testing Program:

Potential DSTs:	Cherry Canyon
	Brushy Canyon

B. Logging Program:

LOG	Interval
DIL-GR LDT-CNL-GR	4,000'-TD 4,000'-TD
LSS-GR	4,000'-TD

C. Coring Program:

60' conventional core in Brushy Canyon

State of New Mexico

Energy, Minerals and Natural Resources Department

Form C-102 Revised February 10, 1994 Submit to Appropriate District Office State Lease - 4 Copies Fee Lease - 3 Copies

م. Artesia, NM 68211-0719،

48241~1980

RICT III .000 Rio Brazos Rd., Astec, NM 87410

DISTRICT IV P.O. BOX 2088, BANTA FE, N.M. 87504-2088

OIL CONSERVATION DIVISION P.O. Box 2088 Santa Fe, New Mexico 87504-2088

□ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT API Number Pool Code Pool Name 125-33348 33<u>80U</u> elaware 100 n Well Number **Property** Name **Property** Code TEXACO-WEST JAL 21 744 1 B Elevation OGRID No. **Operator** Name ENSERCH EXPLORATION, INC. 3065 746

ſ	UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
	N	21	25 S	36 E		660	SOUTH	1980	WEST	LEA

Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
Dedicated Acres Joint or Infill Consolidation Code Order No.									

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

			OPERATOR CERTIFICATION I hereby certify the the information contained herein is true and complete to the
			contained nerven is true and complete to the best of my knowledge and belief.
			Paul A. Whitehead
		 +	PAUL A. WHITEHEAD Printed Name
			SR. DRILLING ENGINEER Title FEB 6, 1996 Date
			<u>FEB 6, 116</u> Date
		 	SURVEYOR CERTIFICATION
			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 supervison and that the same is true and correct to the best of my belief.
			February 1, 1996
		 	Date Surreyed January JSR Signstum & Seaf of Surreyoro
	3065.6' 3067.8'		Constit + Enline 2.02-96
 1980'			96-10-10160
	3063.5' <u>3</u> 3065.3'		Certification No. JOHN VO HEST 676 PROFESSION 3239 UNIVERSION 12641

Energy, Minerals and N



EXHIBIT "E"