KARL H. SCHMIDT GEOLOGICAL ENGINEER NORTHEAST OIL CENTER 533 BUSBY DRIVE SAN ANTONIO, TEXAS 78209

CR-0T-2-72

March 2, 1974

Mr. Stephen G. Conrad, Director Office of Earth Resources North Carolina Department of Conservation and Development P. O. Box 2719 Raleigh, North Carolina 27602

Re:

Validation of State Leases for Oil & Gas - South Area Lessee: Colonial Oil and Gas Corporation

Dear Mr. Conrad:

Enclosed please find a map, scale of one inch equals two miles, of the Croatan National Forest area of North Carolina. Shown thereon are locations of wells drilled as oil and gas tests. Also shown is the total depth of each well, the depth of the top of the Tuscaloosa Marker, and the depth of the Basement.

The seven locations with double circles and colored red were drilled with the request that footage be credited to the validation of the caption state leases. The leases are (1) the water bottoms lease and (2) the unallocated state lands and state swamps lands. Following is the sequence in which these wells were drilled:

1.	Schmidt	No.	1	Vinson	1,950	Ft.
2.	Schmidt	No.	1	Int. Pper.Co.	512	
3.	Gentles	No.	1	Int. Pper.Co.	3,483	
4.	Carr	No.	1	Elliott	3,453	
5.	Carr	No.	1	Trader	3,511	
6.	Carr	No.	1	Atlantic Beach	4,102	
7.	Carr	No.	1	Seamon	3,125	
	Tota	1				
	Foot	age			20,136	Ft.

When all of the footage is credited, including the Gentles

CAMERET

NO SAMPLES

API NO. 2 32-031-10 WELL MAME: W. P. Vinson #1 COMPANY: Schmidt CHRON NO : 108 COMPLETION DATE: 8-16-72 LOCATION: 34º 46' 50"N 2/08 mi. north of 34° 45'N TOTAL DEPTH: 1950' BASEMENT DEPTH: NR 77° 04' 54"W 0.1 mi. east of 77° 05'W DRILLER'S CUTTINGS/LOG: No/Yes GEOPHYSICAL LOGS: GR API NO.: 32-031-11 WELL NAME: International Paper #1 COMPANY: Schmidt CHRON NO.: 109 COMPLETION DATE: 10-16-72 LOCATION: 34° 48' 02"N 2.24 mi. south of 34° 50'N 76° 47' 27"W TOTAL DEPTH: 500' BASEMENT DEPTH: NR 2.4 mi. east of 76° 50'W DRILLER'S CUTTINGS/LOG: No/No GEOPHYSICAL LOGS: None API NO.: 32-031-12 WELL NAME: International Paper #1 COMPANY: Gentles CHRON NO .: 110 COMPLETION DATE: 4-17-73 LOCATION: 340 48' 08"N 2.13 mi. south of 34° 50'N TOTAL DEPTH: 3485' BASEMENT DEPTH: NP 76° 48' 05"W 1.8 mi east of 76° 50'W DRILLER'S CUTTINGS/LOG: No/No GEOPHYSICAL LOGS: GR-SPR, 6L COMPANY: F. W. Carr & G. K. Schmidt API NO.: 32-03T-13 WELL NAME: J. E. Elliott #1 CHRON NO .: 114 COMPLETION BATE: 10-28-73 LOCATION: 34° 48' 14"N 2.01 mi. south of 34° 50'N TOTAL DEPTH: 3441 BASEMENT DEPTH: NP 0.2 mi. east of 76° 50'W 76° 49' 47"W DRILLER'S CUTTINGS/LOG: NO/NO GEOPHYSICAL LOGS: I-ES, GR-S API NO.: 32-031-14 WELL NAME: Trader #1 COMPANY: F. William Canr CHRON NO .: 115 COMPLETION DATE: 11-30-73 LOCATION: 34° 47' 22"N 2.7 mi. north of 34° 45'N TOTAL DEPTH: 3436' BASEMENT DEPTH: NP 76° 48' 24"W 1.5 mi. east of 76° 50'W DRILLER'S CUTTINGS/LOG: No/Yes GEOPHYSICAL LOGS: I-ES, GR-S COMPANY: F. W. Carr & G. K. Schmidt API NO. 32-031-75 WELL NAME: Atlantic Beach Corp. #1 CHRON NO .: 116 COMPLETION DATE: 1-24-74 | LOCATION: 34° 42' 16"N 2.58 mi. north of 34° 40'N TOTAL DEPTH: 4092' BASEMENT DEPTH: -4079' 76° 44' 25"W 0.55 mi. east of 76° 45'W DRYLLER'S CUTTINGS/LOG: No/No GEOPHYSICAL LOGS: I-ES

API NO.: 32-031-16 WELL NAME: Samon #1 CHRON NO.: 117 COMPLETION DATE: 2-22-74 TOTAL DEPTH: 3125 BASEMENT DEPTH: NR

TOTAL DEPTH: 3125' BASEMENT DEPTH: NR 76° 41' 13"W
DRILLER'S CUTTINGS/LOG: NO/NO GEOPHYSICAL LOGS: I-ES, GR-CAL-S

LOCATION: 34° 43' 10"N

COMPANY: F. W. Carr 2.09 mi. south of 34° 45'N 1.15 mi. west of 76° 40'W

CRAYEN COUNTY

API NO.: 32-049-1 WELL NAME: Great Lakes #2

CHRON NO.: 1 COMPLETION DATE: 8-?-25 LOCATION: 34° 50' 58"N

TOTAL DEPTH: 2404 BASEMENT DEPTH: NP

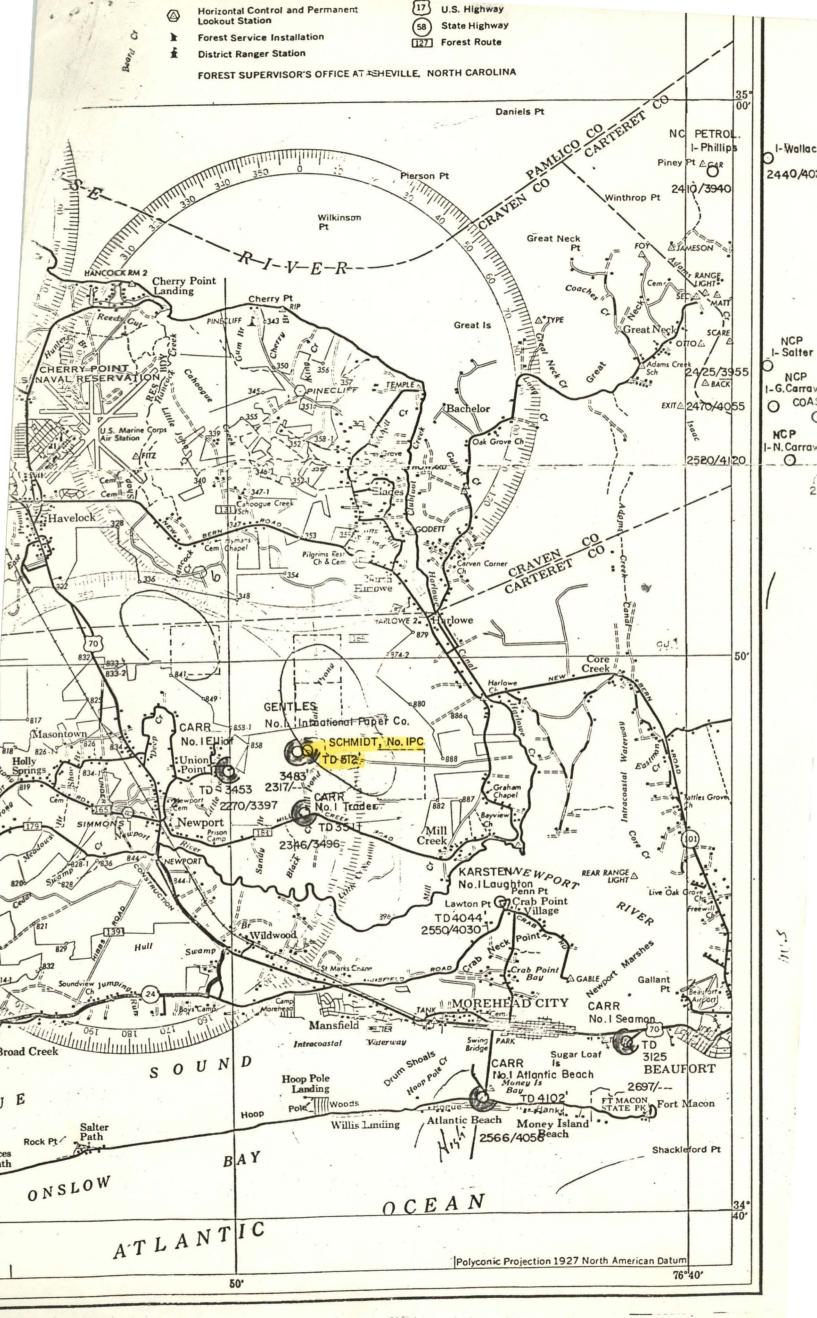
ORILLER'S CUTTINGS/LOG: No/Yes

GEOPHYSICAL LOGS: None

COMPANY: Great Lakes Drilling

1.1 mi. north of 34° 50'N

1.0 mi. east of 77° 00'W



CR-0T-2-72

State of North Carolina Department of Natural and Economic Resources Petroleum Division

APPLICATION FOR PERMIT TO DRILL AN EXPLORATORY OIL OR GAS WELL

Date of Ap	pplication November 27, 1972			
Mail to: Petroleum	Division	(FOR USE BY PETROLEUM DIVISION) Permit Number: 72-/6-5		
P.O. Box 27687 Raleigh, North Carolina 27611		Permit Issued: /2/1/72 Bond Amount: 5,000(#5157/15)		
		Date: 1//28/72		
		Fee - Amount: 450,00		
		Date Paid: ///28/72		
		Permit Issued By: Sc, C		
		Remarks:		
	I, We, Karl H. Schmidt			
(P.O. Addı	ress) 533 Busby Drive, San	Antonio, Texas 78209		
	ply for a permit to drill an exploratory			
	Designation			
		y Owner: International Paper Company		
2.	Location County: Carteret Civil To	ownship: Newport		
	Latitude 7,416.7 feet; North	degrees,minutes.		
		34degrees,50 _minutes.		
	Longitude 10,383.4 feet; West	degrees,minutes.		
	48.78' NL) East _ 47.93' WL)	76 degrees, 50 minutes.		
ble. The		on attached sketch map on scale 1 inch scale of 1 inch equals 2 miles are suit-way Commission, Location Department,		
3.	Type of Tools - Cable:	; Rotary:X both:		
	Depth			
		caceous and		
	27	R Basement geological formation.		
	Troposed Total Depth	Teet.		
i .	Proposed Casing Program 500 Ft. of	8 5/8" Surface Pipe		
		ong String if set.		
· .	Plan for disposal of water, drilling	ng mud and other waste substances		
	Let Pits dry, fill pits wit	th mud and waste; grade location.		
7.	Bonding - Surety Company: Name	National Surety Company		
	Address:	San Francisco, California		
	Amount of Bond \$ 5,000	0.00 Bond Number 5157115		
	Operator: Karl	H. Schmidt		
	Per Varl 11	. Solomen Operator		
	(Signature o	f Owner) Title		
	Per			
	(Signature o	f Authorized Agent) Title		

Note: Permit fee of fifty dollars (\$50.00) should accompany application for permit to drill.

CR-0T-2-72

State of North Carolina Department of Natural and Economic Resources Office of Earth Resources

Petroleum Division

DRILLING PERMIT

Permit No. 72-16-5
Date December 1, 1972
Permission is hereby granted to: Karl H. Schmidt, Northeast Oil Center,
533 Busby Drive, San Antonio, Texas 78209
to perform the operations indicated below at the following well site:
Well No. Paper Company Lease Name. International Paper Company
County Carteret
10,383.4 ft. East 76 degrees 50 minutes longitud
7,416.7 ft. South 34 degrees 50 minutes latitude
Oil and/or Gas Well _xOther (explain)
With:
Type Drilling Tools Rotary
Contractor Gentiles Drilling Company (?)
Total Depth offt.
Proposed Geologic Objective Basement
Approved surface casing program:
Size 8 5/8" Feet to be used 550 (see note below) Cement must be circulated from total depth of surface pipe to surface.
Permit Fee of \$50.00 and plugging bond in the amount of \$5,000.00 have been submitted to the Division receipt of which is hereby acknowledged.
Prior to testing or plugging operator shall notify the Division by letter, or phone, at least 24 hours in advance of operations so that the Division may have an inspector on hand for these procedures.
A Plugging fee of \$15.00 is required prior to plugging any test for oil and/or gas.
This permit is non-transferable and expires 180 days after date of issue unless operations have commenced prior to that date.
Note: The salt water-fresh water interface is unknown at proposed drilling site. Therefore, additional surface casing may be required after depth
to salt water is determined. Petroleum Division
Signed Stephen G. Conral

4

STATE OF NORTH CAROLINA DEPARTMENT OF CONSERVATION AND DEVELOPMENT DIVISION OF MINERAL RESOURCES ADMINISTRATION BUILDING - BOX 2719 RALEIGH, NORTH CAROLINA 27602

CR-0T-2-72

SUBMIT IN DUPLICATE

WELL COMPLETION OR PLUGGING AFFIDAVIT
OPERATOR: KARL H. Schmidt
ADDRESS: 533 Busby Dr. SAN ANTINO, TEXAS
WELL NO: #1 LEASE: Jut. RAPER. Zip Code
COUNTY: CARTERET CIVIL TOWNSHIP:
LATITUDE & LONGITUDE:
ELEVATION: GL DF KB TOOLS:
DATE COMMENCED: DEC 6-1972 DATE COMPLETED: MARCH 10-23 TOTAL DEPTH 500
PROCEDURE: Bottom Plus 90 50-15 Coment mud box to 60,65 saks
book to 4 of top of hole. 31 chared plocation
ANOUNT OF THE TAIL PROPERTIES.
AMOUNT OF INITIAL PRODUCTION: GAS: OIL: WATER: DRY AND ABANDONED: WAS WELL DEVIATED:
DRY AND ABANDONED: WAS WELL DEVIATED: NO
ADDITIONAL DATA:
*Note: Attach bottom hole plot, if well was deviated CASING AND TUBING RECORD:
FEET USED AMOUNT OF CEMENT FEET LEFT SIZE IN DRILLING OR MUD IN WELL COMMENTS
12" NONE 155 sorks NONE
NAME OF CONTRACTOR: 12 1 1 1 1 1
DENTON WELL CO.
TYPES OF ELECTRICAL AND/OR RADIOACTIVITY LOGS RUN:
NAME OF LOGGING COMPANY: NONE
I (We) certify that the above information is true and correct, to the best of my knowledge and that the rules set forth for plugging and abandonment of wells and core hole tests by
the Board of Conservation and Development have been adhered to.
SIGNATURE: Typed or printed Bobby Benton
Typed of princed
SIGNED: Both Bath
Date: March 12, 1973 REPRESENTING: Benton Well (o.
Acknowledged before me a Notary Public in and for Wake County, North Carolina, this 12 Day of March 1973 . My commission expires 3/3/76
Signed: Pethenine Bleamen
Notary Public