



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Farmington District Office
6251 College Blvd., Suite A
Farmington, New Mexico 87402
www.blm.gov/nm



In Reply Refer To: NOG94031260
3162.3-1 (211)

April 4, 2013

RCVD APR 9 '13
OIL CONS. DIV.
DIST. 3

Pro New Mexico Energy Inc.
460 St. Michaels Dr., Suite 402
Santa Fe, NM 87505

Dear Sirs:

Please be advised that the following approved Application for Permit to Drill (APD) has expired effective April 4, 2013. If you wish to drill this well at some later date, you must file another application to permit to drill.

Bisti Otero 22 #1 located 1900' FSL & 975' FWL, Section 22, T.25N., R.11W, San Juan County, New Mexico, Lease NOG94031260, API Number: 30-045-34797

If any surface disturbance was conducted, you must file your plans for reclamation.

Under 43 CFR 3165.3, you may request an Administrative Review of any instructions, orders, or decisions issued by the Authorized Officer. Such a request, including all supporting documents, must be filed in writing within 20 business days of receipt of this notice and must be filed with the State Director, Bureau of Land Management, P.O. Box 27115, Santa Fe, New Mexico 87502-0115. Such a request will not result in a suspension of the instructions, orders, or decisions unless the reviewing official so determines. Procedures governing appeals from the instructions, orders, or decisions are contained in 43 CFR 3165.4 and 43 CFR 4.400 et. Seq.

If you have any questions, contact Virginia Barber at (505) 564-7754.

Sincerely,

Virginia Barber
Petroleum Management Team

CC: Well File
NMOCDV
AFMSS/vbarber/rtn apd/ProNMEnergy/04/04/2013

NOB: 11-01-01
APOP: 11-01-01
MP: 11-01-01
SMA: 11-01-01
BOND: 11-01-01
CAPA: 11-01-01

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL OR REENTER

FORM APPROVED
OMB No. 1004-0137
Expires March 31, 2007

5. Lease Serial No.
NO-G-9403-1260 ✓

6. If Indian, Allottee or Tribe Name
Navajo Allotment

7. If Unit or CA Agreement, Name and No.
N/A

8. Lease Name and Well No.
Bisti Otero 22 #1

9. APT Well No.
30-045- 34797

10. Field and Pool, or Exploratory
Bisti Lower-Gallup & Basin Dakota

11. Sec., T. R. M. or Blk. and Survey or Area
22-25N-11W NMPM

12. County or Parish
San Juan

13. State
NM

1a. Type of work: ☒ DRILL ☐ REENTER

1b. Type of Well: ☐ Oil Well ☒ Gas Well ☐ Other ☐ Single Zone ☒ Multiple Zone

2. Name of Operator
Pro NM Energy, Inc.

3a. Address 460 St. Michael's Drive
Santa Fe, NM 87505

3b. Phone No. (include area code)
(505) 988-4171

4. Location of Well (Report location clearly and in accordance with any State requirements.)*
At surface 1900' FSL & 975' FWL NWSW
At proposed prod. zone Same

14. Distance in miles and direction from nearest town or post office*
16 air miles NW of Nageezi, NM

15. Distance from proposed*
location to nearest
property or lease line, ft.
(Also to nearest drig. unit line, if any) 780'

16. No. of acres in lease
160

17. Spacing Unit dedicated to this well
N2SW4 (Gallup) & S2 (Dakota) 80 & 320

18. Distance from proposed location*
to nearest well, drilling, completed,
applied for, on this lease, ft. 1,128' (TP 22-1)

19. Proposed Depth
6,500'

20. BLM/BIA Bond No. on file
B4502 BIA

21. Elevations (Show whether DF, KDB, RT, GL, etc.)
6,482' GL

22. Approximate date work will start*
11/01/2008

23. Estimated duration

**SEE ATTACHED FOR
CONDITIONS OF APPROVAL**

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, shall be attached to this form:

- Well plat certified by a registered surveyor.
- A Drilling Plan.
- A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office).
- Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).
- Operator certification
- Such other site specific information and/or plans as may be required by the authorized officer.

25. Signature *[Signature]* Name (Printed/Typed) BRIAN WOOD Date 09/04/2008

Title CONSULTANT PHONE: (505) 466-8120 FAX: (505) 466-9682

Approved by (Signature) *[Signature]* Name (Printed/Typed) Date 12/21/09

Title CAEM Office FFC

Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon. Conditions of approval, if any, are attached.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make 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.

This action is subject to technical and procedural review pursuant to 43 CFR 3165.9 and appeal pursuant to 43 CFR 3165.4

DRILLING OPERATIONS AUTHORIZED ARE SUBJECT TO COMPLIANCE WITH ATTACHED "GENERAL REQUIREMENTS".

BLM'S APPROVAL OR ACCEPTANCE OF THIS ACTION DOES NOT RELIEVE THE LESSEE AND OPERATOR FROM OBTAINING ANY OTHER AUTHORIZATION REQUIRED FOR OPERATIONS ON FEDERAL AND INDIAN LANDS

FARMINGTON

RECEIVED

SEP 15 2008

Bureau of Land Management
Farmington Field Office