

United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Farmington District Office 6251 College Blvd. - Suite A Farmington, New Mexico 87402



39-29811

IN REPLY, REFER TO: JIC464 3162.3-1 (NMF0110)

December 15, 2015

Elm Ridge Exploration Co, Inc. P.O. Box 156 Bloomfield, NM 87413

Dear Sir or Madam:

Reference is made to your Applications to Permit to Drill (APD) for the following wells: Jicarilla Apache JV KD #11, Jicarilla Apache JV KD #12, Jicarilla 78 PC1, Jicarilla 78 PC2, Jicarilla 78 PC3, Jicarilla 77 PC1, Jicarilla 77 PC2, Jicarilla 77 PC3, Jicarilla 13 PC1, Jicarilla 13 PC2, Jicarilla 13 PC3, Jicarilla 13 PC4, Jicarilla 13 PC6, Jicarilla 40 PC2, Rincon B2, and Jicarilla Apache C 2E.

In view of the foregoing, this office has withdrawn these APDs. In addition, we will require a letter confirming that no surface disturbing activities have been conducted at these well sites. Please file the letter within 30 days of receipt of this notice.

Any surface disturbance conducted must be rehabilitated in accordance with the standards and guidelines established by this office. Please contact Flaniken, Jon M, Environmental Protection Specialist at (505) 564-7702 or email at mflaniken@blm.gov for information or inspections.

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 Abdelgadir Elmadani at (505) 564-7742.

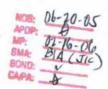
Sincerely,

Abdelgadir Elmadani, Petroleum Engineer

Petroleum Management Team

AV

CC: Well File NMOCD Hemble Vil Ill HPP Acheal Form 3160-3 (April 2004)



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

DEPARTMENT OF THE INTERIOR TEB 16 BUREAU OF LAND MANAGEMENT

5. Lease Serial No.
BIA CONTRACT 78

APPLICATION	FOR	PERMIT	TO DRILL	OR REENTER
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6. If Indian, Allotee or Tribe Name

The state of the s		7 4 7 1 4 4 4 4 4 4 4 4 4 4 4 4 4 4 4 4			
la. Type of work: DRILL REENT	7 If Unit or CA	7 If Unit or CA Agreement, Name and No. N/A			
lb. Type of Well: ☐Oil Well ☐ Gas Well ☐Other	The state of the s	8. Lease Name and Well No. JICARILLA 78 PC #3			
2. Name of Operator ELM RIDGE EXPLORATION COM	9. API Well No.	9. APT Well No. 298/1			
3a. Address P. O. BOX 156 BLOOMFIELD, NM 87413	3b. Phone No. (include area cude) (505) 632-3476		10. Field and Pool, or Exploratory BALLARD PICTURED CLIFFS		
4. Location of Well (Report location clearly and in accordance with a At surface 1700' FNL & 1700' FWL SEN At proposed prod. zone SAME	0/	11. Sec., T. R. M. or Blk. and Survey or Area 11-23N-5W NMPM			
 Distance in miles and direction from nearest town or post office* 7 AIR MILES NE OF COUNSELOR, NM 	X	12. County or Pari RIO ARRII			
15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) 1,700*	16. No. of acres in lease 2,560	7. Spacing Unit dedicated to the NW4	his well		
18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. 2,673' (AXI F 8)	19. Proposed Depth 20	BIA NATION WIDE 8	BIA Bond No. on file NATION WIDE 886441C		
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 6,771' GL	22. Approximate date work will start* 04/20/2006	23. Estimated dur. 3 WEEKS	ation		
	24. Attachments		Visit in		
The following, completed in accordance with the requirements of Onsho 1. Well plat certified by a registered surveyor. 2. A Drilling Plan. 3. A Surface Use Plan (if the location is on National Forest System SUPO shall be filed with the appropriate Forest Service Office).	4. Bond to cover the Item 20 above). Lands, the 5. Operator certification	operations unless covered by			
25. Signature	Name (Printed/Typed) BRIAN WOOD		Date 02/09/2006		
Title	PHONE: (505) 466-8120	FAX: (505) 466-9682			
Approved by (Signature) Mankeewes	Name (Printed/Typed)		Date 3/17/11		
Title AFM	Office FFO				
Application approval does not warrant or certify that the applicant hold conduct operations thereon. Conditions of approval, if any, are attached.	ds legal or equitable title to those rights in	the subject lease which would	d entitle the applicant to		
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a ci States any false, fictitious or fraudulent statements or representations as	rime for any person knowingly and willf to any matter within its jurisdiction.	ully to make to any departmen	nt or agency of the United		

*(Instructions on page 2)

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

OPH LING OPERATIONS AUTHORIZED ARE SUBJECT TO ARCHITECT WITH ATTACHED "GENERAL REQUIREMENTS".

This action is subject to technical and procedural review pursuant to 43 CFR 3165.3 and appeal pursuant to 43 CFR 3165.4

