CORRECTED

SUBMIT IN TRIPLICATE*

(Other instructions on reverse side)

Form approved. Budget Bureau No. 42-R1425.

UNITED STATES

	·	DEPARTMENT	5. LEASE DESIGNATION AND SERIAL NO.					
		GEOLO						
		N FOR PERMIT	6. IF INDIAN, ALLOTTEE OR TRIBE NAME NOO-C-14-20-4402					
	1a. TYPE OF WORK	DRILL X DEE			PLUG BAC	CK 🗆	7. UNIT AGREEMENT NAME	
	b. TYPE OF WELL			SINGLE MULTIPLE			N/A	
	OIL WELL GAS WELL OTHER			ZONE ZONE			S. FARM OR LEASE NAME	
	2. NAME OF OPERATOR						NOO-Navajo	
	Basin Fuel	2						
	Suite 300,	10. FIELD AND POOL, OR WILDCAT						
B	At surface	1750' FEL -	Franciscan Lake MV 11. SEC., T., R., M., OR BLE. AND SURVEY OR AREA					
	At proposed prod. zon	16					Sec. 13, T20N, R6W	
	Same 14. DISTANCE IN MILES	AND DIRECTION FROM NEAR	REST TOWN OR POS	T OFFICE	C-l-		12. COUNTY OR PARISH 13. STATE	
					SCII		McKinley N.M.	
	22 miles SE Counselor, N.M.; 15. DISTANCE FROM PROPOSED* LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT.			1		TO TI	HIS WELL	
	(Also to nearest drig 18. DISTANCE FROM PROP		330'	19. PR	480 OPOSED DEPTH		if oil; 160 if gas	
	TO NEAREST WELL, D	TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT. 142			3000'	RO	tary	
	21. ELEVATIONS (Show who			•	3000	1 10	22. APPROX. DATE WORK WILL START*	
	6718 GR			December 2, 1977				
	23.	F	PROPOSED CASI	NG ANI	CEMENTING PROGRA	M		
	SIZE OF HOLE	SIZE OF HOLE SIZE OF CASING WEIGHT PER		FOOT SETTING DEPTH			QUANTITY OF CEMENT	
	11½	$ \begin{array}{c ccccccccccccccccccccccccccccccccccc$			100		00 sx.	
	7-7/8			#	3000	1:	150 sx.	
Set 8-5/8 surface casing at 100' and circulate cement. Drill to 300 run logs, if production is indicated, set and cement 4-1/2" producti casing with 150 sacks cement. Gun perforate, fracture treat in a cotion attempt. If non-commercial, will plug and abandon in accordance with U.S.G.S. abandonment instructions and restore surface. A 10" Shaffer 3000 Series blow-out preventer will be used at all time material to the drilling of the well in question.								
IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen or plug back, give data on present productive some and proposal. If proposal is to drill or deepen directionally, give pertinent data on subsurface locations and measured and true vertical depreventer program, if any.								
	SIGNES COL	Bung la	TIT	LE	President	Control of the Contro	DATE November 1	
	(This space for Federal or State office use)							
	PERMIT NO.	PERMIT NO.			APPROVAL DATE			
	APPROVED BY		TIT	.TE			DATE	
	CONDITIONS OF APPROV	AL, IF ANY:		1	C 1			
	(Wal	_	19	Late			

*See Instructions On Reverse Side

NEW MEXICO OIL CONSERVATION COMMISSION WELL LOCATION AND ACERAGE DEDICATION PLAT

All distances must be from the outer boundaries of the Section Well No. Operator INCORPORATED NOO-NAVAJO 2 Township Range County Unit Letter Section MCKINLEY 6 WEST 13 20 NORTH Actual Footage Location of Well: line and feet from the EAST 330 feet from the NORTH 1750 Dedicated Avereage: Ground Level Elev. Pool Producing Formation 40 Acres Franciscan Lake Mesaverde Mesaverde 6718 1. Outline the acerage dedicated to the subject well by colored pencil or hachure marks on the plat below. 2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty), 3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling. etc? If answer is "yes" type of consolidation 1f ne No PO.

owable will be assigned to the , or otherwise) or until a non	well until all interests have been conso standard unit, eliminating such interes	lidated (by communitization, unitization, forced- its, has been approved by the Commission.
,		CERTIFICATION I hereby certify that the information contains
	13 1750 1750 1 1 1 1 1 1 1 1 1	Name Joel B. Burr, Jr. Position President Company Basin Fuels, Incorporated Date November 4, 197 I hereby certify that De well location shown this plat was plotted train field notes of acts surveys made by me ar under my supervision to knowledge and belief. 29 October 1977 Date Surveyed Registered Professional Engineer and/or Land Surveyor

DEVELOPMENT PLAN FOR SURFACE RESUME

COMPANY:

WELL:

Basin Fuels, Incorporated Suite 300, 300 W. Arrington Farmington, N.M. 87401 Noo-Navajo No. 2 330' FNL, 1750' FEL Sec. 13, T20N, R6W McKinley County, New Mexico

- Location and vicinity map, San Juan Engineering Company, Exit Highway 44, 22 miles northwest of lease. Directions to site: at Counselor, N.M. turn right, go 4.5 miles to cross-road, left at cross-road, on Ojo Encino Road go 14.5 miles; at this point, trail off main road, go south 3 miles to site.
- No roads required; only slight improvement of existing trail will be required.
- 3. Eight producing wells, located in the SW SW Sec. 7, SE NW Sec. 7, NW SW Sec. 7, and NW NW Sec. 18, Township 20 North, Range 5 West; SE SE Sec.12, Township 20 North, Range 6 West, SW NE Sec.7, Township 20 North, Range 5 West; SE NE Sec. 12, Township 20 North, Range 6 West; and NE NE Sec.13, Township 20 North, Range 6 West.
- Roads shown on vicinity plat and location plat.
- 5. In the event of production, tank battery to be installed on location.
- Water will come from lease. (Water produced in association with oil production).
- All trash and waste material to be placed in mud pit and covered. No other surface to be used.
- 8. None
- 9. None.
- 10. Rig layout shown on plat attached. Area is flat with sagebrush. Drilling pad to be compacted.
- 11. Upon completion of drilling or producing operation, the surface will be leveled and restored in accordance with instructions from appropriate governmental agency.
- 12. Area is flat, covered with sagebrush. Drill site to be compacted, and upon completion of operation will be leveled and restored.

Field representatives to contact:

In Farmington:

Joel B. Burr, Jr.
Basin Fuels, Incorporated
Suite 300, 300 W. Arrington
Farmington, New Mexico 87401
Phone: (505) 325-1701

Pumper At Location:

Eugene V. Vigil P.O. Box 719 Cuba, New Mexico 87613 Phone: (505) 325-1170, Car 120

13. Certification:

I hereby certify that I, or persons under my direct supervision, have inspected the proposed drillsite and access route; that I am familiar with the conditions which presently exist; that the statements made in this plan are, to the best of my knowledge, true and correct; and, that the work associated with the operations proposed herein will be performed by Basin Fuels, Incorporated and its contractors and sub-contractors in conformity with this plan and the terms and conditions under which it is approved.

November 7, 1977

BASIN FUELS, INCORPORATED

By Transi

SUPPLEMENTAL INFORMATION

Re: Application for Permit to Drill

Noo-Navajo No. 2 Well, 330' FNL, 1750' FEL Sec. 13, T20N, R6W

McKinley County, New Mexico

The following supplemental information is submitted to comply with NTL-6 and should be read in conjunction with form 9-331C, "Application for Permit to Drill, Deepen or Plug Back":

Move in, rig up rotary tools, drill 9-7/8" hole to 100'; run new 7-5/8" 20 lb. K-55 casing and cement with 75 sacks of Class B + 2% calcium chloride. Wait on cement 12 hours, install 6" Guiberson 600 Series blow-out preventer. Blow-out preventer will be pressure tested prior to drilling out from under surface, and tested daily to insure sound mechanical operations.

Well will be drilled with native mud to 1800'; from 1800' to TD a gel chemical system will be used with the following characteristics:

Weight 9 - 9.5 lb. per gallon Visocity 35 - 60 seconds per quart Water loss - less than 10 c.c.

No cores or DSTs will be taken. Upon reaching TD, IES, FDS and Gamma Ray logs will be run. No abnormal temperatures or pressures are expected.

Assuming well is determined to be a producer, new $4\frac{1}{2}$ " 9.5 lb. K-55 casing will be set at 3,000 feet and cemented with 125 sacks of Class B + 2% calcium chloride.

Anticipated formation tips are as follows:

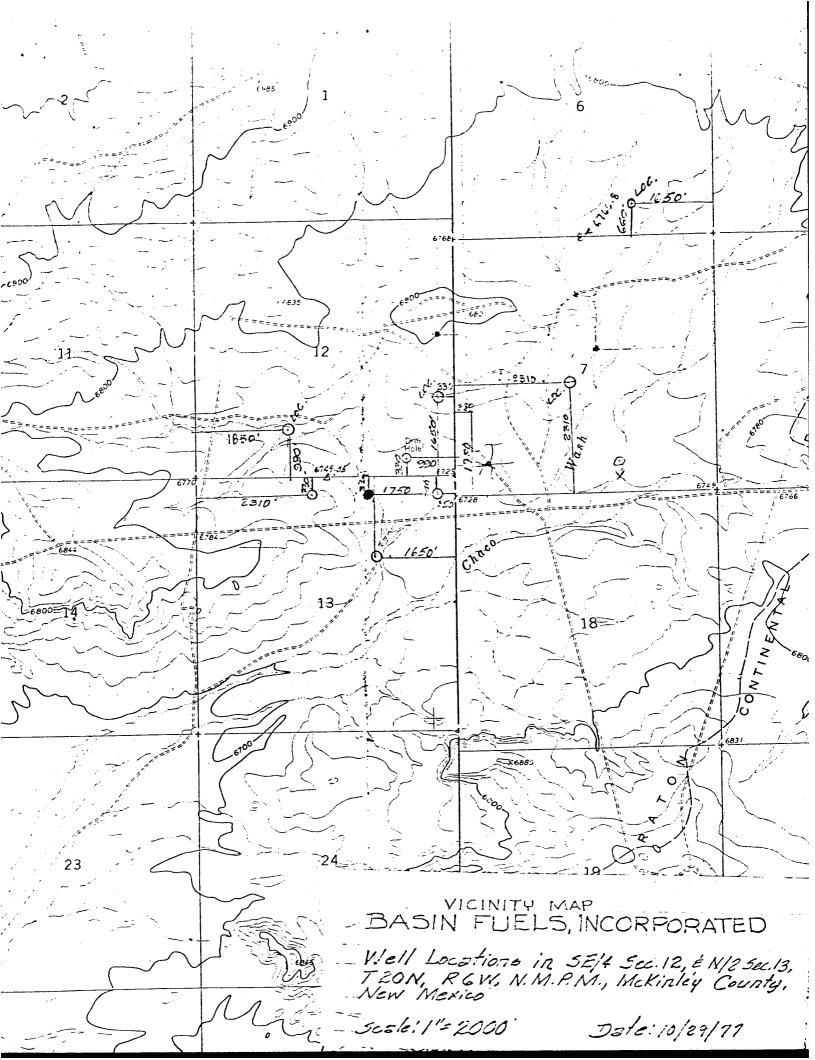
La Ventana	1060'
Chacra	1300'
Cliffhouse	1850 '
Menefee	1930 '
Point Lookout	2 720'

Kelly cocks, floats at the bit, monitoring equipment on the mud system, a sub on the floor with a full opening valve to be stabbed into drill pipe when the kelly is not in the string will be available for use in blow-out control.

Dated: November 7, 1977

BASIN FUELS. INCORPORATED

Joel B. Burr, Jr., President



COLEMAN DRILLING CO. P. O. BOX 1915 FARMINGTON, N. M. 87401 RIG #1 FRONT OF RIG DERD MAN 30 pipe Rauxs Substructure HOLF OR LOCATION STAKE - Steel TANK (water Storme) Rig STEEL 90' BACK AND man House U+:1. Buen Pit DEADUCHOR SOF <u>30</u>

RESERVE PIT 150'X 150'X 5' DEEF