For.a 3160-3 (December 1990)

UNITED STATES DEPARTMENT OF THE INTERIOR

SUBMIT IN TRIPLICATE. (Other instructions on reverse side)

Form approved. Budget Bureau No. 1004-0136

5. LEASE DESIGNATION AND SERIAL NO.

Expires: December 31, 1991

une unello

BUREAU OF LAND MANAGEMENT					BTM NM 25440
APPLICATION FOR PERMIT TO DRILL OR DEEPEN					6. IF INDIAN, ALLOTTER OR TRIBE NAME
. TYPE OF WORK		7	91 AUG 20 711	75.11	7. UNIT AGREEMENT NAME
DKI	ILL XRE-ENTRY	DEEPEN			1. UNIT AGENERAT NAME
WELL X	AS OTHER		INGES X MULTIP	LE	S. FARM OR LEASE NAME, WELL NO.
NAME OF OPERATOR			,		GOLA
CHARLES M. GOAD d/b/a GOLA OIL CO.					9. API WELL NO.
ADDRESS AND TELEPHONE NO. 991 PLAYER LOOP, RIO RANCHO, N.M. 87124 1-505-892-9659					1 (ONE)
LOCATION OF WELL (Report location clearly and in accordance with any State requirements.)					South San Luis-
At surface 2310 ft.FNL; 1470 ft. FWL (SWSENW)					MESAVERDE OIL POOL 11. sec., T., R., M., OR BLE.
VERTICAL TO 410 FEET DEEP					F SECTION 4,T17N/R3W
4. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OF POST OFFICE* 27 MILES, SOUTH/WEST OF THE TOWN OF CUBA, N.M.					12. COUNTY OR PARISH 18. STATE
	Anna a				SANDOVAL N.M.
PROPERTY OR LEASE LINE, FT. (Also to nearest drig. unit line, if any) 150 It.					of ACRES ASSIGNED 40 acres this well to the Gola 2,5,6, well
					RY OR CABLE TOOLS TING HOLE
. BLEVATIONS (Show who	ether DF, RT, GR, etc.)	1	140 401	1	22. APPROX. DATE WORK WILL START*
GR. 6400 ft.					SEPT 1, 1991
PROPOSED CASING AND CEMENTING PROGRAM					MERRINS
SIZE OF HOLE	GRADE, SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	T	QUANTITY OF CELENT LE
4½ in.I.D.	existing		408 ft.		
				.	OIL CON. DIV.
to a depth circulated surface. I Step 3. I Step 4. I	Clean out exi This hole was of 410 ft. t approximatel No perforatin Electric logg Percorate pi At the time on at the top	then set $4\frac{1}{2}$ in y 33 sacks of g was done a ging from top pe at approper abandonment and it was proper second secon	steel pipe came in 1965. In casing to forment around that time. to botton of riate oil zone tin 1966 an roperly marker to present productive zone	asing. I dril a depoint the Pripe B ft. ed GOL	dry hole marker was A #1 I new productive zone. If proposal is to drill or
SIGNED -	be M. Ho	TITLE_	OPERATOR	· · · · ·	August lst,199
(This space for Fede	ral or State office use)	• .			
PERMIT NO.			APPROVAL DATE		
Application approval does	not warrant or certify that the ap	plicant holds legal or equitable t	title to those rights in the subject	lease which w	rould entitle the applicant to conduct operations thereon.
CONDITIONS OF APPROVAL	L, IF ANY:				
MAPPROVED BY	Purley Mi	Mdy HILE RIO	A MANAGER PUERCO RESOURCE	AREA	DATE OCT 10 1991
OR	2		On Reverse Side		
ーリング	- 1				

EXHIBIT A

Submit to Appropriate District Office State Lease - 4 copies Fee Lease - 3 copies

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State of New Mexico Energy, Minerals and Natural Resources Department

Form C-102 Revised 1-1-89

OIL CONSERVATION DIVISION

P.O. Box 2088

Santa Fe. New Mexico 87504-2088

DISTRICT II
P.O. Drawer DD, Artesia, NM \$8210

DISTRICT I P.O. Bux 1980, Hobbs, NM 88240

WELL LOCATION AND ACREAGE DEDICATION PLAT

DISTRICT III
1000 Rio Brazos Rd., Aziac, NM \$7410 All Distances must be from the outer boundaries of the section Operator COLA 1 BLM NM. CHARLES M. GOAD SAN DOVAL Section Uns Letter 3W NMPM 17N 4 Actual Footage Location of Well. WEST 1470 feet from the !me NORTH line and 2310 feet from the 40 jointly with Pool SOUTH SAN LUIS Producing Formston Ground level Elev. MESAVERDE OIL FOOL MESAVERDE 6400 1. Outline the acreage dedicated to the subject well by colored pencil or hackure marks on the plat below. Gola 2,5,6 wells 2. .f 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 interest of all owners been consolidated by communitization, unitization, force-pooling, etc.? If answer is "yes" type of consolidation ONE OWNERSHIP □ No Yes Yes If answer is "so" list the owners and tract descriptions which have actually been consolidated. (Use reverse ade of this form if necessary. No allowable will be assigned to the well until all interests have been consolidated (by communitization, institution, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interest, has been approved by the Division. OPERATOR CERTIFICATION I hereby certify that the information contained barein in true and complete to the best of my increledge and belief. 0 \bar{m} BECEIAE CHARLES M. GOAD OCT1 5 991. OPERATOR/OWNER OIL CON! DIV. d/b/a GOLA OIL CO. DIST. R Aug. 3,1991 1470' 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 knowledge and belief. Date Surveyed Oct. 9,1965 Signature & Seal of Professional Surveyor See old attached form C-102 which is a part of this filing Certificate No. 660 990 1330 1650 1980 2310 2640 2000 1500 1000

VIC NOO 100 VIC NOO 100 VIC NOO 100 S 7210

EXHIBIT A

NEW MEXICO OIL CONSERVATION COMMISSION WELL LOCATION AND ACREAGE DEDICATION PLAT

Form C-102 Supersedes C-128 Effective 14-65

All distances must be from the outer boundaries of the Section. Well No. Goad, d/b/a Gola 011 Ce Charles M. NN 0557100 #1 Gola Unit Letter Township Ronge 17 nerth Sandoval Actual Footage Location of Well: feet from the 2310 line and feet from the Ground Level Elev: Producing Formation Dedicated Acreage: 6420 Mesaverde(wildcat) nome 40 Acres 1. Outline the acreage 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? Yes No If answer is "no," list the owners and tract descriptions which have actually been remodified this form if necessary.). No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Commis-U. S. GEGETOFORATOUNVEY FARMINGTON, N. M. I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief. Charles M. Goad Position Operator Company Gola Oil Co 1470 Oet. I hereby certify that the well location shown on this plat was plotted from field es of actual surveys made by me or ler my supervision, and that the same true and correct to the best of my knowledge and belief. Date Surveyed 1965 Registered Professional Engineer

EXHIBIT "B" DRILLING PROGRAM

Attached to Form 3160-3
Charles M. Goad
d/b/a Gola Oil Co.
Gola #1 Well
SWSENW SEC. 4, T17N-R3W
2310' FNL & 1470' FWL
Sandoval County, New Mexico

- 1. Estimated Tops of Important Geologic Markers

 This hole operation is a re-entry into a 4½ " steel pipe casting, which has been cemented in place since 1965.

 The inside depth of the pipe is 400 ft.. The whole depth of the pipe is set in the mesaverde formation. It is that formation that we shall perforate and endeavor to locate oil.
- 2. Estimated Depths (Tops & Bottoms) of Anticipated Water, Oil, Gas, or Minerals; Operator's Plans for Protection

 $4\frac{1}{2}$ in. casing has already been set and cemented in back in 1965. All indications of usable water will be reported.

3. The Proposed Casing and Cementing Programs

Re-entry - Casing was set in 1965

HOLE SETTING DEPTH SECTION SIZE WEIGHT GRADE NEW

SIZE (INTERVAL) LENGTH (OD) & JOINT USED $6\frac{1}{2}$ 400 ft. + TD 400 ft. + $4\frac{1}{2}$ 10.5#,K-33,ST&C New

Cement Program

No surface Casing:

Production Casing: 33 to 35 sx. Class "B" cement full length-Bottom to top of 400 ± ft.

4. The Operator's Minimum Specifications for Pressure Control

Not applicable on this re-entry well

5. The Type and Characteristics of the Proposed Circulating Muds

Not applicable on this re-entry well.

6. The Auxiliary Equipment to be used

Not applicable on this re-entry well.

- 7. The Testing, Logging and Coring Programs to be Followed
 - (a) No drill stem tests are anticipated.
 - (b) The logging program will consist of the following:

Dual Induction-GR Density w/neutron, GR. CAL.

Induction will be run from TD to the base of the surface pipe. Density will be run from TD across any zones of interest.

- (c) No cores will be taken
- (d) Completion program: The zones of interest will be perforated, a swabbing test shall be conducted for approximately six hours. The liquid containing oil will flow into a 8 mil. plastic lined holding pit.

The pit shall have wire sheep fence installed on all four sides following swabbing test, if there is oil in pit, on the same day along with one strand of barbwire along top of fence. A six inch deep ditch will be dug around the existing casing and a six inch to ten inch deep trench dug to pit. Both ditch and trench shall be lined with 8 mil. plastic before commencing swabbing test.

See "E" and "E1".

8. Any Anticipated Abnormal Pressures or Temperatures

No abnormal pressures or temperatures have been noted or reported in wells drilled in the area nor at the depths anticipated in this well.

No hydrogen sulfide or other hazardous gases or fluids have been found, reported or are known to exist at these depths in the area.

9. Anticipated Starting Date and Duration of the Operations

The anticipated starting date is set for September 1, 1991. or as soon as possible after approval of drilling application, operations will cover 30 days for roadwork to site, pit work, clean out of existing casing, perforating and conducting the swabbing test and six months for getting electric power run into the site and completion.

Cleanup may take another 30 days after that.

Verbal and/or written notifications listed below shall be submitted in accordance with instructions from the Rio Puerco Resource Area office:

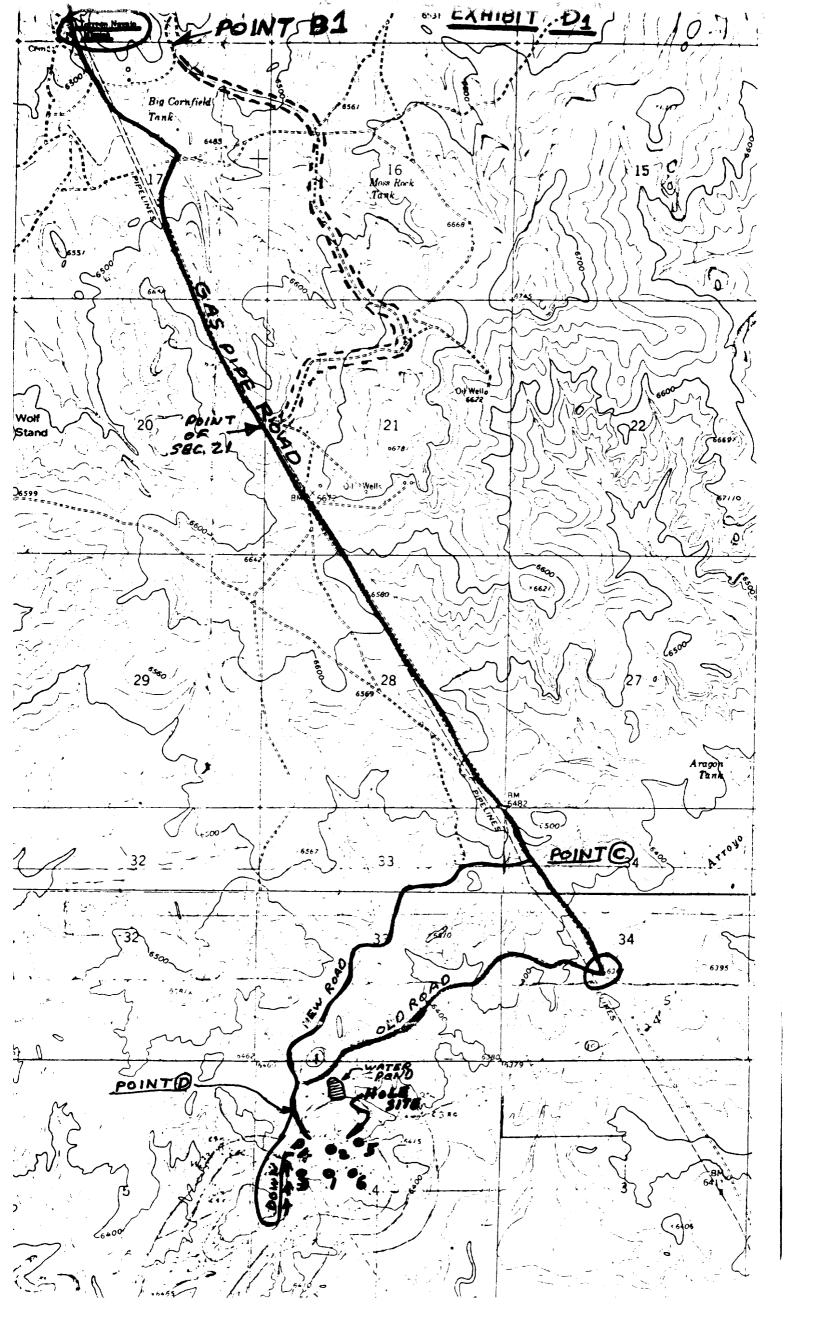
- (a) prior to beginning construction;
- (b) prior to running swabbing test;
- (c) prior to plugging the well, for verbal plugging instructions.

Spills, blowouts, fires, leaks, accidents or other unusual occurrances shall be reported to the Rio Puerco Resource Area office immediately.

This well will be reported on Form 3160-2 "Monthly Report of Operations" starting with the month in which any operations commence, and continue each month until the well is physically plugged and abandoned. Notification will be submitted within five business days of production startup.

Prior approval will be obtained for abandonment operations, and Form 3160-5 "Subsequent Report of Abandonment" will be filed within 30 days.

All operations will conform to requirements and guidelines in Onshore Order 2 (which is herein incorporated by reference), except for variances approved in this Application.



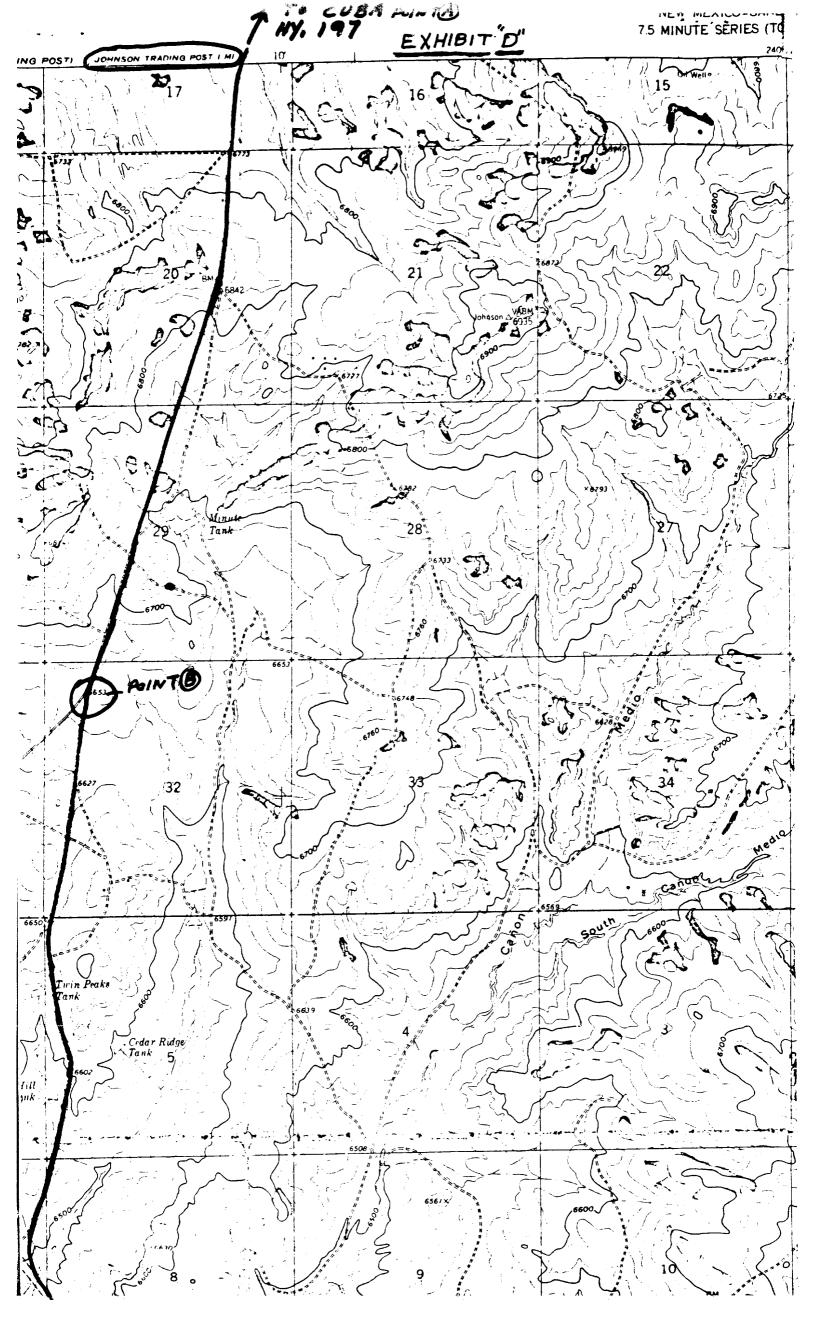
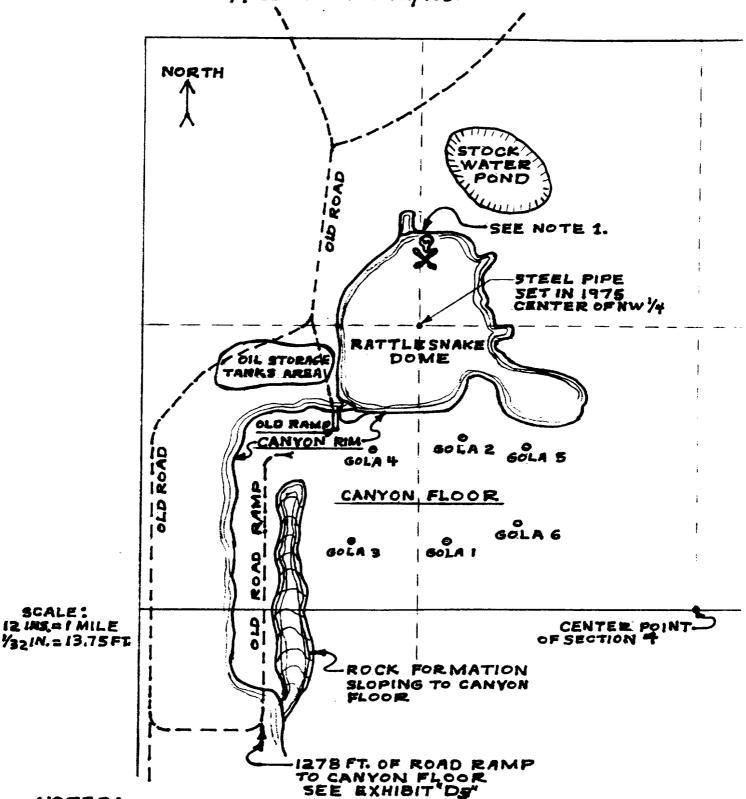


EXHIBIT D2 APPROACH ROADS AT WELL SITES GOLA 1 THRU 6 NW /4 SECTION 4 TITN/R3W



NOTES:

1. ALL LAND INSPECTORS BE-WARE ROCKY SHELVING PROJECTING OUT ARE HOUSING RATTLESNAKE DENS UNDER THESE SHELVES IN THIS AREA - MANY - MANY BIE-BIG SNAKES.

2. CANYON FLOOR IS APPROXIMATELY 60 FT. BY C.M. GOA

BY C.M.GOAD LOWER THAN TOP OF DOME.

1. Prelude Information

a. The proposed re-entry well site and elevation plat is shown as <u>EXHIBIT "A"</u>. The original staking was done back in October of 1965 a copy of that survey is shown as EXHIBIT "A1". The original well back in 1965 was located by that survey, drilled and cased by me. I hereby request the acceptance of the old first survey Form ClO2-<u>EXHIBIT "A1"</u> by B.L.M. in approving this filing of the A.P.D.

EXHIBITS "A" and "A1" were sent by me to the Office of ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT Oil Conservation Division, 1000 Rio Brazos Road, Aztec, New Mexico 87410, for their evaluation and prior approval. In response I received a phone call on August 6, 1991 from Mr. Ernie Busch, phone number 1-505-334-6178, who in short said that EXHIBIT"1" and "A1" would be accepted by his department when the future PAPERS CROSS HIS DESK. He instructed me to fill out paragraph 17 of form 3160-3 assigning the 40 acres to more than one well in the "South San Luis Mesverde Oil Pool" which is permitted for obtaining the daily allowable per 40 acres in that pool, also see paragraph "Dedicated Acreage" on EXHIBIT "A" which I have filled in per Mr. Busch"s instruction.

b. Prior to approval of the A.P.D. a \$10,000.00 Certificate of Deposit will be posted with the B.L.M. office in Sante Fe as a cash bond for this Gola Well and Lease.