

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY

30-043-20199

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK

1a. TYPE OF WORK
 DRILL DEEPEN PLUG BACK

b. TYPE OF WELL
 OIL WELL GAS WELL OTHER
 SINGLE ZONE MULTIPLE ZONE

2. NAME OF OPERATOR
 FILON EXPLORATION CORPORATION

3. ADDRESS OF OPERATOR
 c/o Minerals Management Inc.
 501 Airport Dr., Suite 105, Farmington, N.M. 87401

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.*)
 At surface
 890' FNL, 1650' FEL, SEC. 11, T20N, R4W
 At proposed prod. zone

14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE*
 18 miles West of Cuba, New Mexico

15. DISTANCE FROM PROPOSED*
 LOCATION TO NEAREST
 PROPERTY OR LEASE LINE, FT.
 (Also to nearest drlg. unit line, if any)

16. NO. OF ACRES IN LEASE
 80

17. NO. OF ACRES ASSIGNED
 TO THIS WELL
 40

18. DISTANCE FROM PROPOSED LOCATION*
 TO NEAREST WELL, DRILLING, COMPLETED,
 OR APPLIED FOR, ON THIS LEASE, FT.

19. PROPOSED DEPTH
 6600

20. ROTARY OR CABLE TOOLS
 Rotary

21. ELEVATIONS (Show whether DF, RT, GR, etc.)

22. APPROX. DATE WORK WILL START*
 Dec. 21, 1975

23. PROPOSED CASING AND CEMENTING PROGRAM

SIZE OF HOLE	SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	QUANTITY OF CEMENT
15"	10 3/4"	40.5#	200'	200 sx
8 3/4"	7"	23#-26#	6600'	300-500 sx

Filon Exploration Corporation (Operator) proposes to drill a Jurassic test to 6600'. Completion to be determined from logs. A Series 900 (3000psi wp) blowout preventer will be used.



CONFIDENTIAL

IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen or plug back, give data on present productive zone and proposed new productive zone. If proposal is to drill or deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout preventer program, if any.

24. SIGNED J. Arnold Sull TITLE Area Manager Minerals Management Inc. DATE 12-12-75

(This space for Federal or State office use)

PERMIT NO. _____ APPROVAL DATE _____

APPROVED BY _____ TITLE _____ DATE _____

CONDITIONS OF APPROVAL, IF ANY:

Alkal

NEW MEXICO OIL CONSERVATION COMMISSION
WELL LOCATION AND ACREAGE DEDICATION PLAT

Form C-102
Supersedes C-128
Effective 1-1-65

All distances must be from the outer boundaries of the Section.

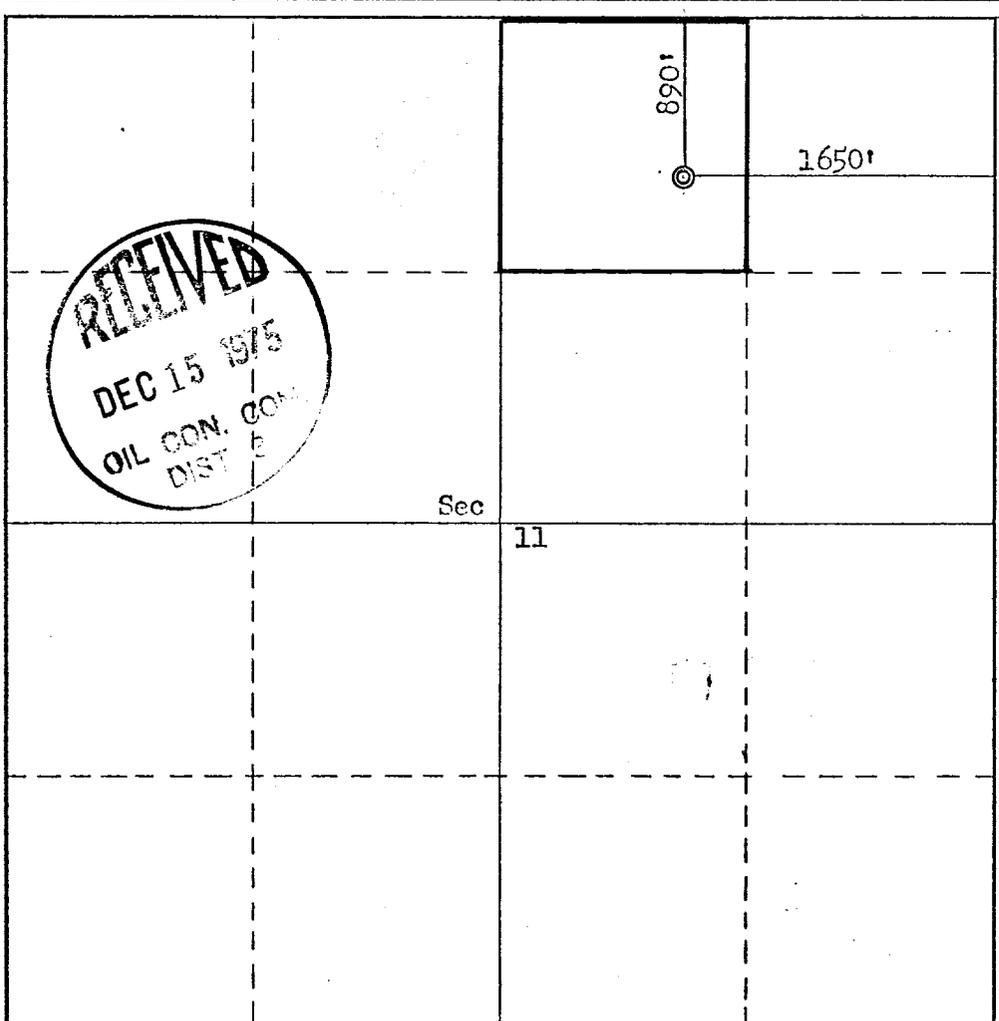
Operator Filon Exploration		Lease Federal 11-B			Well No. 1
Unit Letter B	Section 11	Township 20N	Range 4W	County Sandoval	
Actual Footage Location of Well: 890 feet from the North line and 1650 feet from the East line					
Ground Level Elev. 6941	Producing Formation Entrada	Pool Wildcat	Dedicated Acreage: 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 "yes," type of consolidation _____

If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of 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 Commission.



CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

Name
J. Arnold Snell
Position
Area Manager
Company
Minerals Management Inc.
Date
December 12, 1975

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 supervision, and that the same is true and correct to the best of my knowledge and belief.

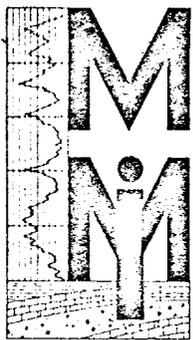
Date Surveyed
December 11, 1975

Registered Professional Engineer and/or Land Surveyor

Fred Kerr
Fred Kerr

Certificate No.
3950





MINERALS
MANAGEMENT INC.

TELEPHONE (505) 327-4441
501 AIRPORT DRIVE—PETROLEUM CENTER BUILDING
SUITE 210
FARMINGTON, NEW MEXICO 87401

December 12, 1975

DEVELOPMENT PLAN FOR SURFACE USE

FILON EXPLORATION CORPORATION

FEDERAL 11B WELL NO. 1

890' FNL, 1650' FEL, SECTION 11, T20N, R4W

SANDOVAL COUNTY, NEW MEXICO

1. Existing Roads

The main road in the area is the improved road from the nine mile corner on State Highway 197 West of Cuba, N.M. to Ojo Encino School (shown on attached map).

2. Planned Access Road

Existing roads and trails in the area will be utilized. Approximately 300 feet of new road will be required.

3. Location of Existing Wells

None

4. Lateral Roads

Shown on the attached topographic map.

5. Location of Tank Batteries and Flowlines

Will be initially located on the drill pad approximately 150 feet from the well if production is encountered.

6. Water Supply

Water will be hauled to the wellsite from the BLM Encino Well.

7. Method of Handling Waste Disposal

Waste will be buried in the reserve pit on completion of the well. The reserve pit will be backfilled. Toilet facilities will be provided.

8. Location of Camp

No camp will be used.

9. Location of Airstrip

None

10. Diagram of Well Location

See attached diagram

11. Plans for Restoration of Surface

The surface will be restored as directed by the Bureau of Land Management.

12. Impact of the Environment

Impact on the environment will be minimal. The access road and well location is sparsley vegetated and no trees will be disturbed.

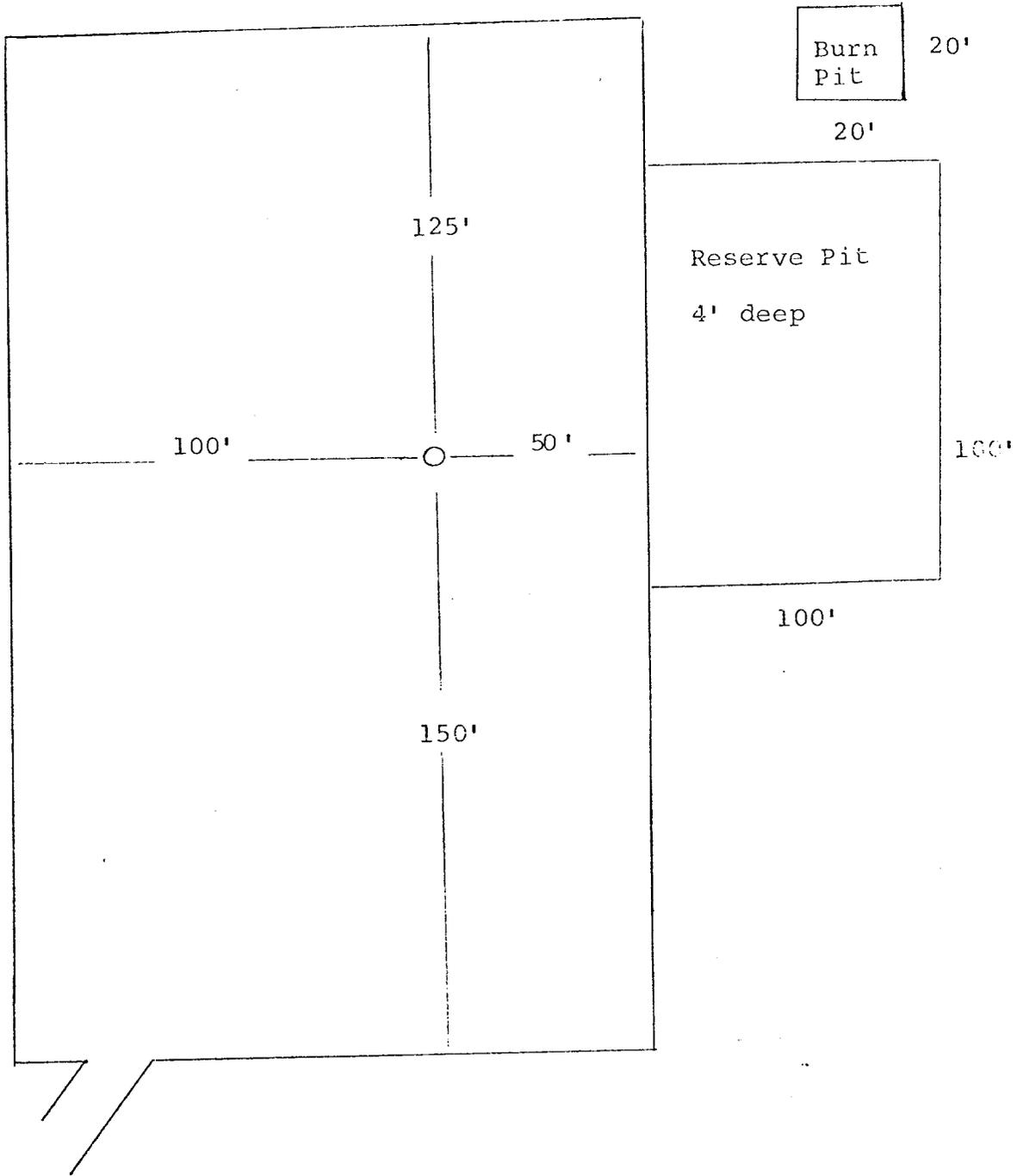


DIAGRAM OF WELL LOCATION

