SUBMIT IN TRIPLICATE. (Other instructions on reverse side)

Form approved. Budget Bureau No. 42-R1425.

UNITED STATES

30 147 0000

		DEPARTMEN [*]	١	5. LEASE DESIGNATION AND BERIAL NO.					
	GEOLOGICAL SURVEY						NM-17774		
•	APPLICATION FOR PERMIT TO DRILL, DEE				EPEN, OR PLUG BACK		6. IF INDIAN, ALLOTTE	E OR TRIBE NAME	
;	DRILL X DEEPER b. Type of well				PLUG BAC	CK [7. UNIT AGREEMENT NAME		
_	OIL GAS WELL OTHER			SINGLE MULTIPLE ZONE			8. FARM OR LEASE NAME		
:	2. NAME OF OPERATOR	T				Federal 9. WBLL NO.			
,	L. C. Energ	gy, inc.	· · · · · · · · · · · · · · · · · · ·				y. WELL NO.		
		P. O. Box 5064, Wichita Falls,					10. FIELD AND POOL, OR WILDCAT		
7	4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.*)						Wildcat-Mesaverde		
B	At proposed prod. zone same					11. SBC., T., B., M., OR BLK. AND SURVEY OR AREA Sec. 12-T20N-R2W N.M.P.M.			
1	,	DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE®					12. COUNTY OR PARISE		
-	N/A 15. DISTANCE FROM PROPOSED*			16. NO. OF ACRES IN LEASE 17. N			Sandoval	New Mexico	
	LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT.		980 '	10			TO THIS WELL 118±		
-	(Also to nearest drig. unit line, if any) 3. DISTANCE FROM PROPOSED LOCATION®			19. PI	ROPOSED DEPTH	20. BOTA	20. ROTARY OR CABLE TOOLS		
	TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT.			3000 °		F	Rotary		
3	21. ELEVATIONS (Show whether DF, RT, GR, etc.)			1)000			22. APPROX. DATE WORK WILL START*		
	6803 ' GR						11-15-77		
23. PROPOSED CASING AND CEMENTING PROGRAM									
•	SIZE OF HOLE	SIZE OF CASING	WEIGHT PER F	00T	SETTING DEPTH	<u> </u>	QUANTITY OF CEMENT		
	12½	8-5/8 24.		500		400 sxs			
-	6-3/4	4½	10.50	3000		To be determined			
It is proposed to drill this well with rotary tools using mud for surface hole and air as circulating medium for 6-3/4" hole. Production casing will be cemented in such a manner to protect producing intervals. Estimated Formation Tops Cliff House - 1050' Point Lookout - 2800' Mancos - 3000' The NE/4 Section 12 is dedicated to this well. Natural gas produced from this well is not committed. IN ABOVE SPACE DESCRIBE FRODORD FROGRAM: If proposal is to deepen or plug back, give data on present productive sone and proposed new productive sone. 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.									
President, Walsh Engineering Stock President, Walsh Engineering									
PERMIT NO.					APPROVAL DATE DECEIVED				
	APPROVED BY CONDITIONS OF APPROV	AL, IF ANY:	TI	NOV 7 1977					
							1101		

U. S. GEOLOGICAL SURVEY DURANGO, COLO.

Unit or "See Instructions On Reverse Side DUR

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NEW MEXICO OIL CONSERVATION COMMISSION WELL LOCATION AND ACREAGE DEDICATION PLAT

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

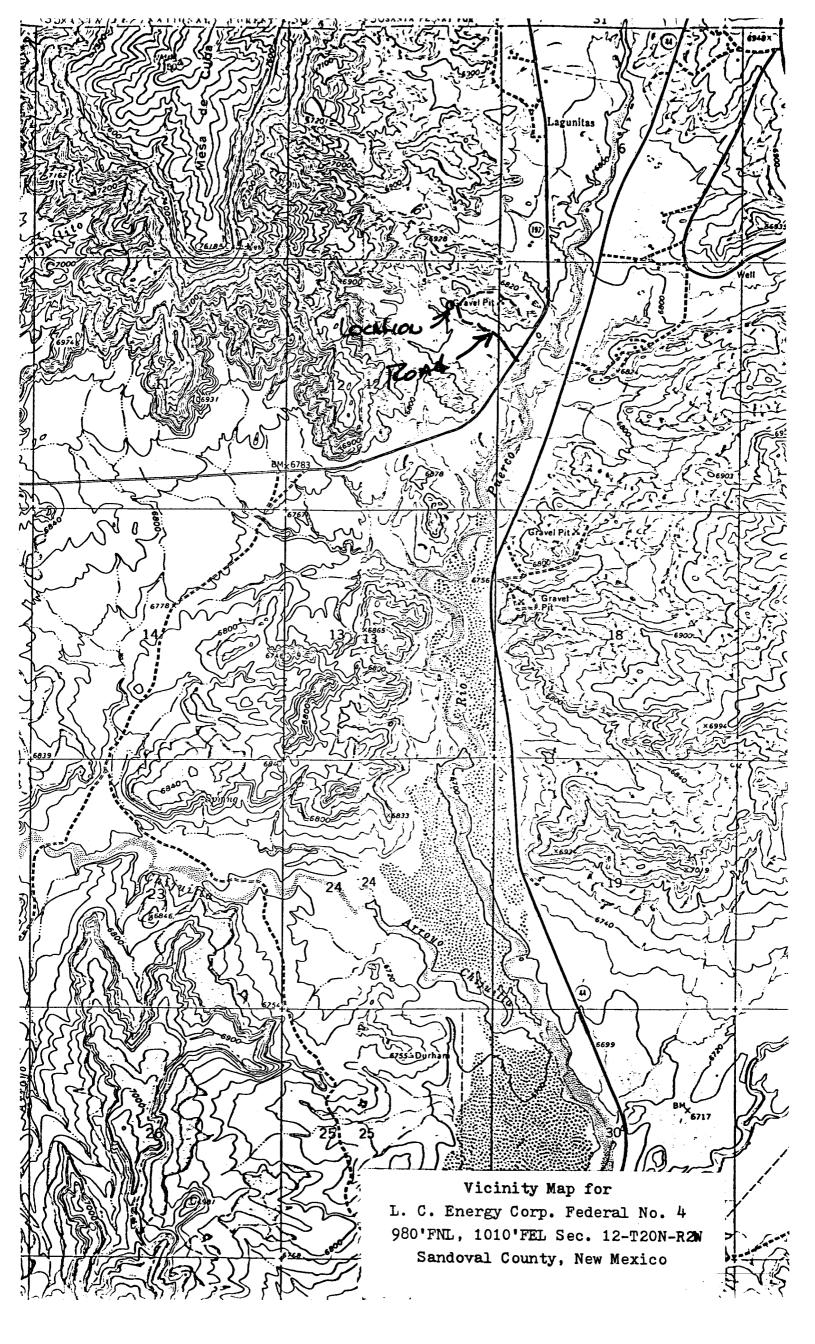
All distances must be from the outer boundaries of the Section. Operator Well No. L. C. Energy Co. Federal L Unit Letter Township 12 **20N** Sandoval Actual Footage Location of Well: feet from the North line and 1010 feet from the East Ground Level Elev. Producing Formation Dedicated Acreage: 6803 Mesa Verde Wildcat 118±~ 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? 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. 4567.86 CERTIFICATION I hereby certify that the information contained herein is true and complete to the Name Position Walsh Engineering & Company Production Corporation November 4, 1977 Sec 12 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. Fred B. Certificate No. 3950 1320 1650 1980 2310

2000

1500

1000

200



DEVELOPMENT PLAN

L. C. Energy, Inc.
Federal No. 4
980'FNL, 1010'FEL, Sec. 12-T20N-R2N
Sandoval County, N. M.

- 1. Existing roads shown on attached plat.
- 2. Planned access from existing road is approximately to new location.
- 3. Location -

See above

- 4. No additional well is planned on this lease at this time.
 - 5. Production equipment or storage facilities proposed for the well will be installed on location.
- 6. Water will be obtained from water source at Johnson Trading Post.
- 7. Waste materials will be buried on location or in reserve pit.
- 8. No permanent camp is planned. A trailer house will be used on location during drilling process.
- 9. No airstrip proposed.
- 10. See attached plat for layout.
- 11. Pits will be filled, location cleaned up, and area not in use for producing well will be reseeded.

DEVELOPMENT PLAN

Page 2 of 2

12. Lessee's or operator's representative.

Ewell N. Walsh: 325-8203; Radio Dispatch 325-1873, Car 620. Address: P. O. Box 254, Farmington, New Mexico 87401

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:

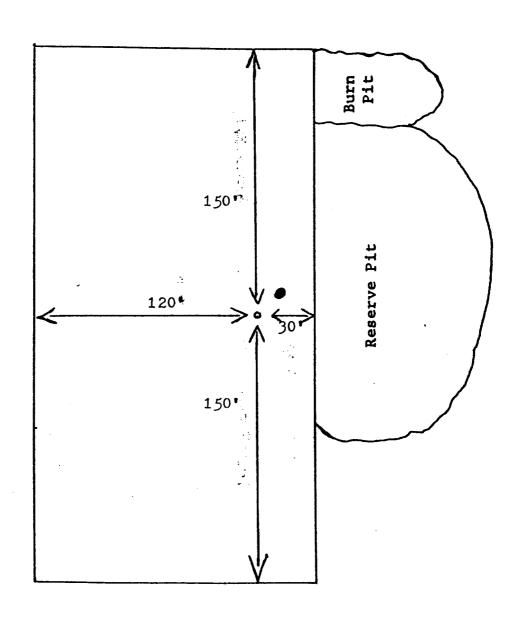
L. C. Energy, Inc.

and its contractors and subcontractors in conformity with this plan and the terms and conditions under which it is approved.

Ewell N. Walsh, P.E., President, Walsh Engineering & Production

Corporation

Location Layout
L. C. Energy, Inc.
Federal No. 4
980'FNL, 1010'FEL, Sec. 12-T20N-R2W



L. C. Energy, Inc. Federal No. 4 980 FNL, 1010 FEL Sec. 12-T20N-R2W Sandoval County, New Mexico

Seven Point Well Control Program

- 1. Surface Casing. See Application for Permit to Drill.
- 2. Spools and Flanges
 - A. Surface Casing Schd. Series 600, 2000 psi W.P.
 - B. Production, Schd. Series 600, 2000 psi W.P.
 - C. Tubing Head Series 600, 2000 psi W.P.
- Intermediate Casing. None
- Blowout Preventers Production Hole - 10" 2000 psi Fill, kill and choke manifold - 5000 psi W.P.

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- 5. Addition Equipment (If necessary)
 - A. Kelly Cock
- D. Pit Level Indicator
- B. Bit Float
- E. Sub with Valve for Drill Pipe.

- C. Degasser
- 6. Anticipated Bottom Hole Pressure. 800 psi. There's and the state of the state and the same

7. Drilling Fluid. Air