APPROVED BY

CONDITIONS OF APPROVAL, IF ANY:

SUBMIT IN TRIPLICATE*

Form approved. Budget Bureau No. 42-R1425.

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| | AS OTHER | | | | ONE | 8. FARM OR LEASE N | AME |
| 2. NAME OF OPERATOR | | | | | | San Luis | Federal |
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| 3. ADDRESS OF OPERATOR | | | | | | 5 | *************************************** |
| Box 356 | Flora Vista. | N.M. 87 | 415 | | | 10. FIELD AND POOL, | OR WILDCAT |
| 4. LOCATION OF WELL (R At surface | eport location clearly and | in accordance wi | th any b | State requirements. | *) | | Mesa Verd |
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| 21. ELEVATIONS (Show who | | | | | | 22. APPROX. DATE V | VORK WILL START* |
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| 23. | 1 | PROPOSED CASI | NG ANI | O CEMENTING PI | ROGRAM | | |
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*See Instructions On Reverse Side

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U. S. GEOLOGICAL SURVEY DURANGO, COLO.

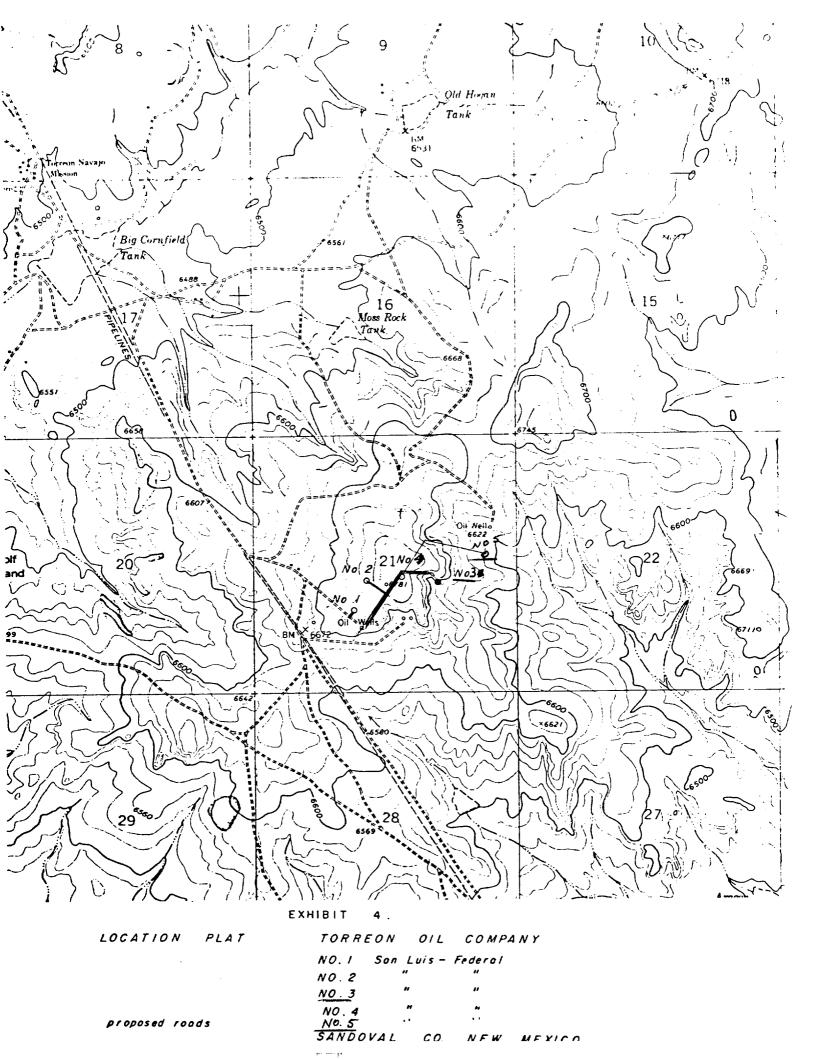
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NEW MEXICO OIL CONSERVATION COMMISSION WELL LOCATION AND ACREAGE DEDICATION PLAT

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

All distances must be from the outer boundaries of the Section. Operator Lease Well No. Torreon Oil Co. (Noel Reynolds) San Luis-Federal 5 Unit Letter Section Township Range County 21 18 N 3 W Sandoval Actual Footage Location of Well: 2490 South feet from the 1470 East line and feet from the Ground Level Elev. Producing Formation Pool Dedicated Acreage: 6736 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 If answer is "yes," type of consolidation _ No 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 Commis-CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief. Date Ö 1470' shown on this play was plotted from field under my supervision, and that the same 24901 August Date Surveyed Frederick H. Reed Registered Professional Engineer Certificate No. 660 3795 1320 1650 1980 2310 2000 1500 1000 500

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DEVELOPMENT PLAN FOR SURFACE USE:

Torreon Oil Co.
No. 5 San Luis Federal
NE SE SEC 21 T18N R3W
Sandoval, Co. N.M.

- L. Existing Roads: See Exhibit No. 4.
- 2. Planned Access Road: See Exhibit No. 4. It is planned to use the existing roads. Approximately 2000 feet of new road will be constructed as indicated by green lines on exhibit #4. All necessary culverts will be installed.
 Very light grading will be done at present, improved as needed.
- 3. Location of Existing Wells: See Exhibit No. 3.
- 4. Location of Production Facilities: This is a proposed oil well, all production equipment will be located on the wellsite, 1 small pumping unit, All Pipelines to be buried below surface.
- 5. Location and Type of Water-Supply: Fresh water for drilling will be hauled from Cuba, N.M. Approximately 25 miles, and stored in 400 barrel tank.
- 6. Source of Construction Materials: None required.
- 7. Handling of Waste Materials:
 - (a) Liquid wastes to be retained in earthen reserve pit.
 - (b) Burnable waste to be placed in a burn pit and burned at appropriate times.
 - (c) Non burnable waste to be placed near burn pit and buried or hauled off on completion.
 - (d) Latrine facilities to be furnished by Contractor and waste hole filled on completion.

- 8. Ancillary Facilities: None Required
- 9. Wellsite Layout: See Exhibit #2
- 10. Plans for Restoration of Surface: Upon Completion of drilling, the waste pits to be fenced until liquids evaporate sufficiently for filling. Fill and grade down to conform as near as possible to topography and reseed per BLM specifications.
- 11. Other Information: The proposed road and location pad is in clayey sandy alluvial soil. Vegetation is small low growing sage brush, and thinly spaced Juniper trees. This location will not require much dirt work.
- 12. Operator's Representative: Noel Reynolds will be acting agent for this operation. Office and residence telephone is 505-334-2867, office 505-325-4180. Joe Morrow, Farmington Highway, Phone 505-632-2880. Will be drilling Contractor, Robert E. Lauth Durango, Colo. will be the Consulting Geologist.

13. Certification:

I hereby certify that I am familiar with the conditions which presently exist on the proposed drillsite and roadway. 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 supervised by Noel Reynolds. All subcontract work to be in conformity with this plan and the termand conditions under which it is approved.

Date: July 20, 1978

Noel Reynolds
Operator

cal Reynolds