SUBMIT IN TRIPLICATE*

(Other instructions on

Form approved. Budget Bureau No. 42-R1425.

UNITED STATES

reverse side)

30 - 045 - 23/42
5. LEASE DESIGNATION AND SERIAL NO. DEPARTMENT OF THE INTERIOR **GEOLOGICAL SURVEY** NM-7012 6. IF INDIAN, ALLOTTEE OR TRIBE NAME APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK 1a. TYPE OF WORK 7. UNIT AGREEMENT NAME DRILL 🔯 DEEPEN PLUG BACK b. TYPE OF WELL SINGLE X MULTIPLE ZONE WELL S. FARM OR LEASE NAME OTHER 2. NAME OF OPERATOR Federal 17-22-8 Benson Mineral Group, Inc. 9. WELL NO. 3. ADDRESS OF OPERATOR 3200 Anaconda Tower, 555 17th St., Denver, CO 80202 10. FIELD AND POOL, QR WILDCAT 4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.*) Wildcat (hacva At surface 1060' FNL & 950' FWL Sec. 17-T22N-R8W 11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA At proposed prod. zone Sec. 17-T22N-R8W NW1/2 14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE* 12. COUNTY OR PARISH | 13. STATE 2½ miles southwest of Counselor, New Mexico San Juan N.M. 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 17. NO. OF ACRES ASSIGNED TO THIS WELL 950' 160 18. DISTANCE FROM PROPOSED LOCATION*
TO NEAREST WELL, DRILLING, COMPLETED,
OR APPLIED FOR, ON THIS LEASE, FT. 19. PROPOSED DEPTH 20. ROTARY OR CABLE TOOLS 1475' None Rotary 21. ELEVATIONS (Show whether DF, RT, GR, etc.) 22. APPROX. DATE WORK WILL START* 6724 GR. As soon as permitted 23. PROPOSED CASING AND CEMENTING PROGRAM WEIGHT PER FOOT SETTING DEPTH SIZE OF HOLE SIZE OF CASING QUANTITY OF CEMENT 7" used 12날 23 100 100 sx. circ. 41/2" 6¼ new 9.5 1475 160 sx. circ. The above well is being drilled to evaluate the Chacra formation. Completion intervals and stimulation program will be determined from the study of logs. This acreage is not dedicated to a gas purchaser. Additional information required by NTL-6 application to drill and a Multi-Point Surface Use P attached. <u>i</u> :

(域OLO))C44 TV 包ET IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen or plly back, give data on present productive zone and proposed new productive zone. If proposal is to drill or deepen directionally, give pertinent data on unsulface locations and measured and true vertical depths. Give blowout preventer program, if any. preventer program. TITLE Production Manager SIGNED TO ALL July 10, 1978 DATE (This space for Federal or State office use) PERMIT NO. APPROVAL DATE APPROVED BY _ TITLE CONDITIONS OF APPROVAL, IF ANY :

oh Fruh?

24.

*See Instructions On Reverse Side

Instructions

General: This form is designed for submitting proposals to perform certain well operations, as indicated, on all types of lands and leases for appropriate action by either a Federal or a State agency, or both, pursuant to applicable Federal and/or State laws and regulations. Any necessary special instructions concerning the use of this form and the number of copies to be submitted, particularly with regard to local, area, or regional procedures and practices, either are shown below or will be issued by, or may be obtained from, the local Federal and/or State office.

Item 1: If the proposal is to redrill to the same reservoir at a different subsurface location or to a new reservoir, use this form with appropriate notations. Consult applicable State or Federal regulations concerning subsequent work proposals or reports on the well.

Item 4: If there are no applicable State requirements, locations on Federal or Indian land should be described in accordance with Federal requirements. Consult local State or Federal office for specific instructions.

Item 14: Needed only when location of well cannot readily be found by road from the land or lease description. A plat, or plats, separate or on this reverse side, showing the roads to, and the surveyed location of, the well, and any other required information, should be furnished when required by Federal or State agency offices.

Items 15 and 18: If well is to be, or has been directionally drilled, give distances for subsurface location of hole in any present or objective production zone.

Item 22: Consult applicable Federal or State regulations, or appropriate officials, concerning approval of the proposal before operations are started.

THE ES SAMON AND MENERAL PEDICATION I EX

		All distan	ces must be f	rom the oute	er boundaries o	the Section.		
Cperator				Ledge				Well tio.
BENSON MINERAL GROUP, INC.				FEDERAL 17-22-8				1 -
Unit Letter	Section	Township		Range		County		
D	17	22N		18	W	San	Juan	
Actual Fectage L	ocation of Well:							
1060	feet from the	North	line and	950	fe	ot from the	West	line
Ground Level Ele	v. Producing			Pocl				cated Acresge;
6724		Chacra			Undosig	nated	Wild cut	160 Aeres
2. If more	the acreage ded than one lease and royalty).							of (both as to working
dated by Yes If answerthis form	No If r is "no," list the if necessary.)	, unitization, answer is "y te owners and	force-pooling. es;' type of tract descriptions.	ng, etc? f consolid riptions w	lation	ctually bee	en consolidated.	(Use reverse side of
forced-po sion.	oling, or otherwis	se) or until a n	on-standard	l unit, eli	minating suc	ch interest:	s, has been appr	roved by the Commis-
9501	© .			 			tained herein is	that the information con- true and complete to the redge and belief.
		Sag		1 1 1 1 1			Position	neral Group, In
		Sec	1 7 2					
	 		17				shown on this p notes of actual under my superv	y that the well location lat was plotted from field surveys made by me or rision, and that the same rrect to the best of my belief.
				 			Date Surveyed July 3. 1 Secretary Fretes muter thin Harve July 3. Fret A. V.K.	
0 330 060	NO. 1320 1660 1	980 2310 2640	•	1500	,	00 0	3950 0	(1)

SUPPLEMENTAL INFORMATION TO FORM 9-331C REQUIRED BY NTL-6

Federal 17-22-8 Well #1
1060' FNL & 950' FWL Sec. 17-T22N-R8W
San Juan Co., N. M.

The geologic name of the surface formation is: Tertiary Paleocene

The estimated tops of important geological formations bearing hydrocarbons to be drilled are:

Formation	Depth	Elevation
Chacra	1155	+5575
Total Depth	1475	

Estimated K.B. elevation: 6730

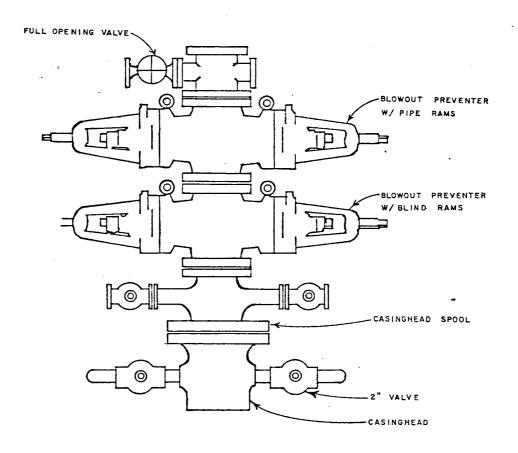
Estimated Depth	<u>Casing</u> <u>Size</u>	Casing Weight	Hole Size	Sacks Cement	Type
100	7" Used	23	12¼"	100	Class "B" 2% CaCl ₂
1475	4½" New	9.5	6¼"	50 110	Class "B" Class "B" 50-50 Poz mix, 6% gel with ¼# Celloflake/sack

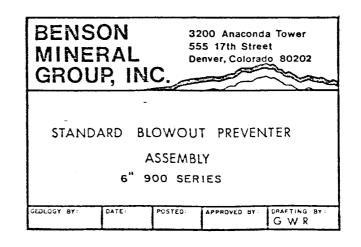
Benson Mineral Group Inc.'s standard blowout prevention will be employed, see the attached drawing of the preventor design.

Drilling fluid to be a low solids non-dispersed mud system.

The logging program will be as follows: Induction-Electric and Compensated Density-Gamma Ray from surface casing point to total depth.

Past experience in this area has shown that no abnormal pressures, temperatures, or hydrogen sulfide gas will be encountered.

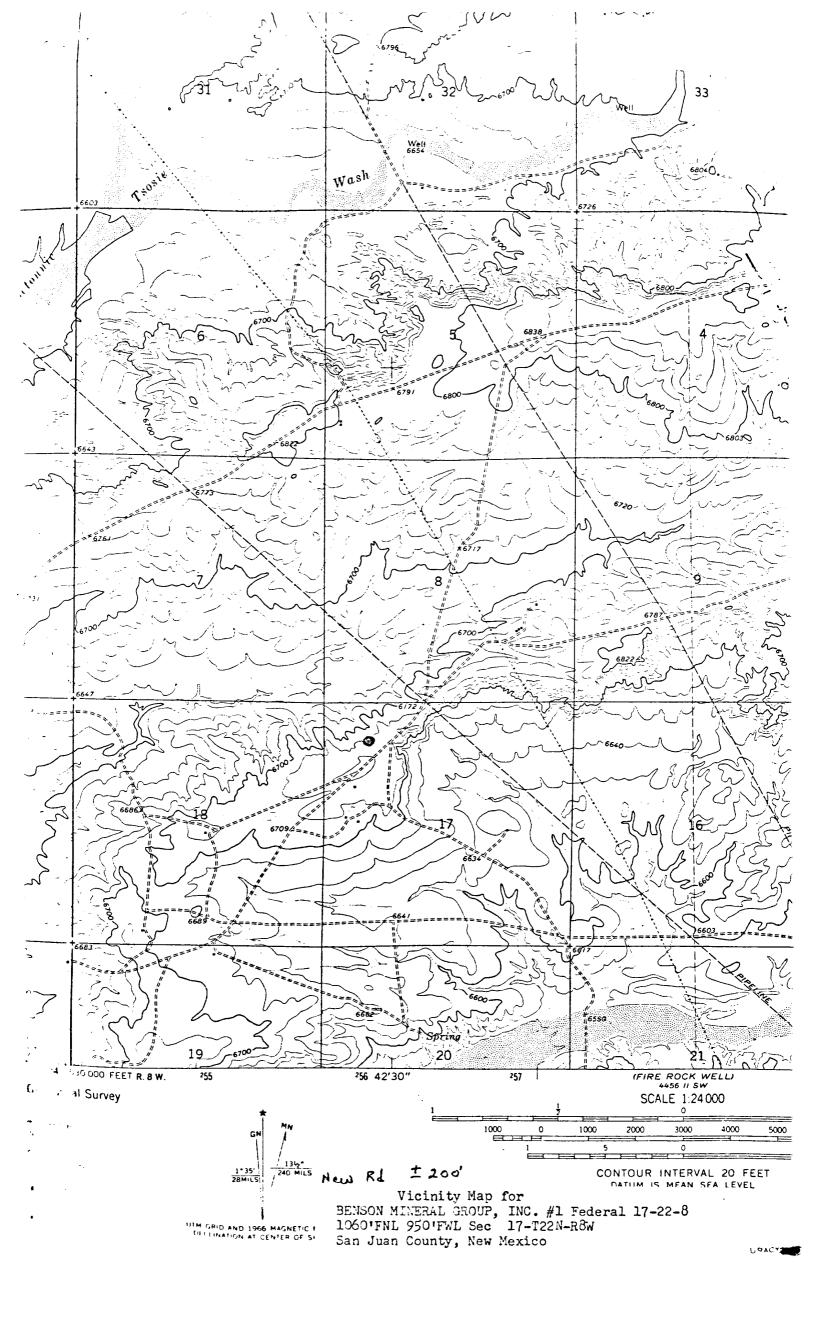


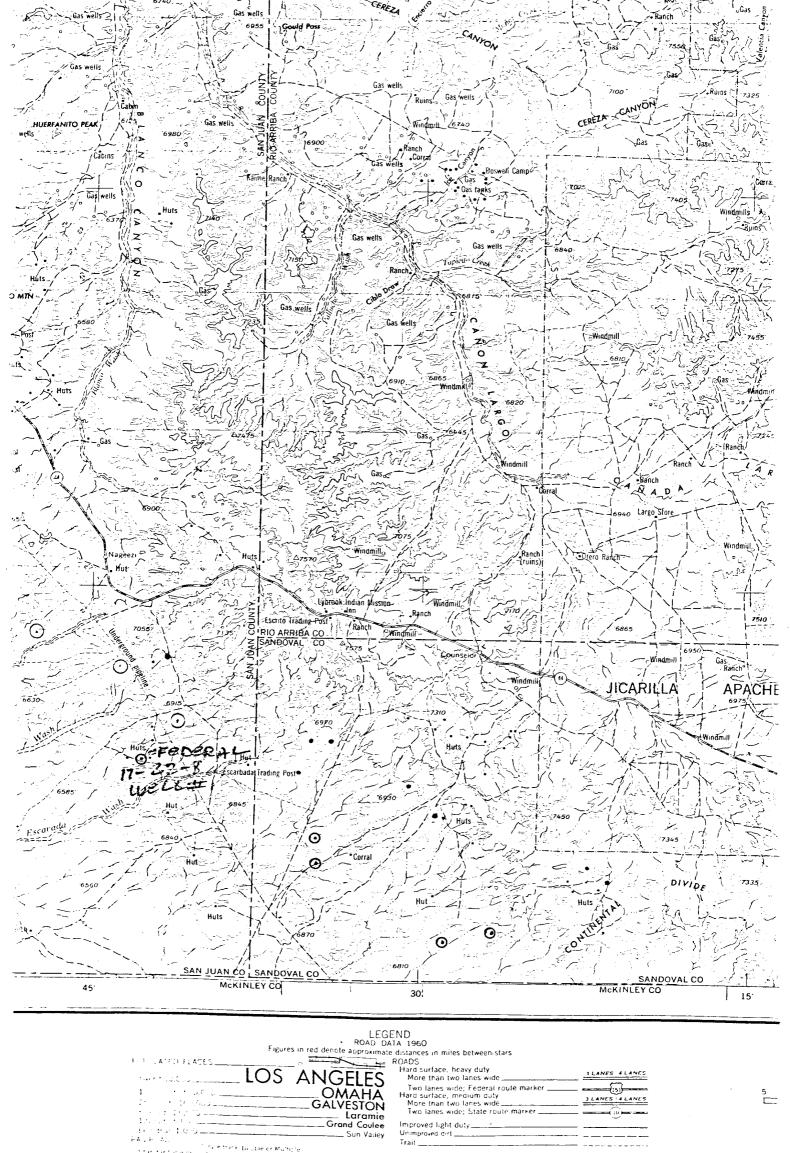


MULTI-POINT SURFACE USE PLAN

Federal 17-22-8 Well #1
1060' FNL & 950' FWL, Sec. 17-T22N-R8W
San Juan Co., N. M.

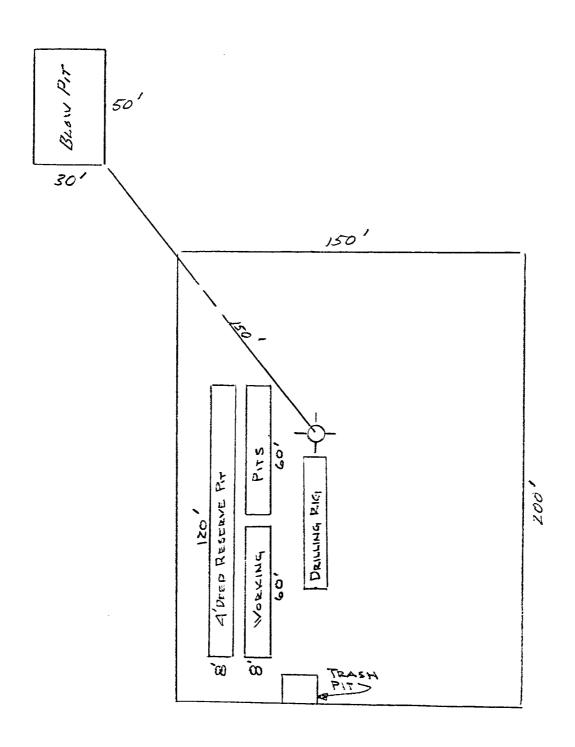
- 1. The attached road map and sketch show the proposed route to the location and distances from towns.
- 2. An access road of 200 ft. will be constructed as a new permanent road to location.
- Existing oil and gas wells within a one-mile radius of our proposed well have been spotted on the vicinity map.
- 4. There are no storage tanks or facilities located within a one-mile radius of our proposed location.
- 5. Water will be hauled by truck from various existing private water sources over existing permanent roads.
- 6. No construction materials will be hauled in for this location. Material from high points on location will be used to level location for proper drilling.
- 7. A 20' X 120' pit will be built on location to hold all drilling waste. Upon completion of well, all waste and liquid will be hauled by truck and bladed into existing roads. All other waste will be covered in 20' X 120' reserve pit.
- 8. There are neither airstrips nor camps in the vicinity.
- 9. The well site layout, reserve, burn and trash pits are shown on the attached Drill Site Specification Sheet.
- 10. Restoration of the surface will be accomplished by cleaning up and leveling upon completion of the well. Drilling mud will be hauled away and the reserve pit back filled. Reseeding of the site will be carried out as detailed by the Surface Management Agency at the time at the site examination.
- 11. The general topography and soil characteristics consist of fairly level terrain with vegetation of sagebrush and a few small pinion trees.
 - Representatives of the U.S. Geological Survey's Farmington Office and Bureau of Land Management's Farmington Office will inspect the site. Cultural resources inspection will be conducted by an archaeologist from San Juan College or Salmon Ruins.
- 12. A Certification Statement by Benson Mineral Group, Inc.'s representative is included.





Improved light duty Unimproved dist _____ Trail _____

Landmarks: School; Church; Other, : Horizontal control point Spot elevation in feet Marsh or swamp, Intermittent or dry stream __



PROPOSED LOCATION

Federal 17-22-8 Well #1
1060' FNL & 950' FWL, Sec. 17-T22N-R8W
San Juan Co., N. M.

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 BENSON MINERAL GROUP, and its contractors and sub-contractors in conformity with this plan and the terms and conditions under which it is approved.

July	10,	1978	
Da	t e		

Paul C. Ellison

Production Manager

Benson Mineral Group Inc.'s Representative:

Paul C. Ellison

Phone: Office: 303-893-0883; Home: 303-979-9021

Address: 3200 Anaconda Tower

555 17th Street

Denver, Colorado 80202