SUBMIT IN TRIPLICATE*

(Other instructions on reverse side)

Form approved. Budget Bureau No. 42-R1425.

5. LEASE DESIGNATION AND SERIAL NO.

DURANGO, COLO.

UNITED STATES DEPARTMENT OF THE INTERIOR

GEOLOGICAL SURVEY Jicarilla 70 6. IF INDIAN, ALLOTTEE OR TRIBE NAME APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK Jicarilla Apache 7. UNIT AGREEMENT NAME 1a. TYPE OF WORK PLUG BACK 🗔 DRILL \sqcup h. TYPE OF WELL MULTIPLE S. FARM OR LEASE NAME WELL X WELL OTHER Jicarilla 70 2. NAME OF OPERATOR 9. WELL NO. Chace Oil Company, Inc.
3. ADDRESS OF OPERATOR 10. FIELD AND POOL, OR WILDOUT South Lindraty gallu 313 Washington S.E. Albuquerque, NM 87108 4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.*) Ballard PC SEC., T., R., M., OR BLK. AND SURVEY OR AREA Unit M 620' WL & 490 SL Sec 33 T24N - R4W At proposed prod. zone 12. COUNTY OR PARISH | 13. STATE 14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE* Rio Arriba NM Lindrith NM 18 miles N & E 17. NO. OF ACRES ASSIGNED 16. NO. OF ACRES IN LEASE 15. DISTANCE FROM PROPOSED*
LOCATION TO NEAREST
PROPERTY OR LEASE LINE, FT TO THIS WELL 40 490' 2580 (Also to nearest drlg. unit line, if any) 20. ROTARY OR CABLE TOOLS 18. DISTANCE FROM PROPOSED LOCATION*
TO NEAREST WELL, DRILLING, COMPLETED,
OR APPLIED FOR, ON THIS LEASE, FT. 19. PROPOSED DEPTH 6500 Rotarv 22. APPROX. DATE WORK WILL START* 21. ELEVATIONS (Show whether DF, RT, GR, etc.) June 20, 1980 7004 DF PROPOSED CASING AND CEMENTING PROGRAM $\overline{23}$ QUANTITY OF CEMENT SETTING DEPTH WEIGHT PER FOOT SIZE OF CASING SIZE OF HOLE 120 164 10_3/4" 12 1/2 100 2851 20 8 3/4 Plan to squeeze present perfs in the PC from 2726' - 2740' due to low volume of gas produced. Go in with 6 1/4" bit and drill with air to a total depth of 6500' testing Mesaverde and Gallup Formations. Complete well in Gallup from 5985' - 6200'. Should water prevent air drilling an oil emulsion mud system will be used. The usual 5000# BOP will be installed when commencing work. Prod. Csg. will be 4 1/2" 10.5 API. No new roads will be needed. Location to be enlarged to satisfy rig. He have determined that any further environmental unnecessary. OIL CON. COM. DIST. 3 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. proposed new productive 24 APARINE Dent DATE 3-28-80 arx BIGNED . AS AMENDED (This space for Federal or State office use) MAY JAHOSOL DATE PERMIT NO. JAMES F. STMS MAR 31 7980 DISTRICT ENGINEER APPROVED BY CONDITIONS OF APPROVAL, IF ANY: S. GEOLOGICAL SURVEY station

*See Instructions On Reverse Side