

I. REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT

|   |   |   |
|---|---|---|
| <sup>1</sup> Operator name and Address<br><br>Elm Ridge Resources, Inc.<br>P. O. Box 601299<br>Dallas, Texas 75360-1299 |   | <sup>2</sup> OGRID Number<br><br>149052                   |
|   |   | <sup>3</sup> Reason for Filing Code<br>Change of Operator |
| <sup>4</sup> API Number<br>30-039-05343   | <sup>5</sup> Pool Name<br>Ballard Pictured Cliffs | <sup>6</sup> Pool Code<br>71439                           |
| <sup>7</sup> Property Code  | <sup>8</sup> Property Name<br>AXI Apache D        | <sup>9</sup> Well Number<br>2                             |

II. <sup>10</sup> Surface Location

|                    |               |                 |             |         |                      |                           |                      |                        |                      |
|--------------------|---------------|-----------------|-------------|---------|----------------------|---------------------------|----------------------|------------------------|----------------------|
| UL or lot no.<br>N | Section<br>19 | Township<br>24N | Range<br>4W | Lot Idn | Feet from the<br>990 | North/South Line<br>South | Feet from the<br>990 | East/West Line<br>West | County<br>Rio Arriba |
|--------------------|---------------|-----------------|-------------|---------|----------------------|---------------------------|----------------------|------------------------|----------------------|

<sup>11</sup> Bottom Hole Location

|                        |                                     |          |                                   |         |                                   |                  |                                    |                |                                     |
|------------------------|-------------------------------------|----------|-----------------------------------|---------|-----------------------------------|------------------|------------------------------------|----------------|-------------------------------------|
| UL or lot no.          | Section                             | Township | Range                             | Lot Idn | Feet from the                     | North/South Line | Feet from the                      | East/West Line | County                              |
|                        |                                     |          |                                   |         |                                   |                  |                                    |                |                                     |
| <sup>12</sup> Lot Code | <sup>13</sup> Producing Method Code |          | <sup>14</sup> Gas Connection Date |         | <sup>15</sup> C-129 Permit Number |                  | <sup>16</sup> C-129 Effective Date |                | <sup>17</sup> C-129 Expiration Date |

III. Oil and Gas Transporters

|                                 |   |                   |                   |  |
|---------------------------------|---|-------------------|-------------------|--|
| <sup>18</sup> Transporter OGRID | <sup>19</sup> Transporter Name and Address                    | <sup>20</sup> POD | <sup>21</sup> O/G | <sup>22</sup> POD ULSTR Location and Description |
| 7057                            | El Paso Natural Gas<br>P. O. Box 4990<br>Farmington, NM 87499 | 532430            | G                 | N - 19 - 24N - 4W                                |
|                                 |   |                   |                   |  |
|                                 |   |                   |                   |  |
|                                 |   |                   |                   |  |
|                                 |   |                   |                   |  |
|                                 |   |                   |                   |  |
|                                 |   |                   |                   |  |

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IV. Produced Water

|                             |   |
|-----------------------------|---|
| <sup>23</sup> POD<br>532450 | <sup>24</sup> POD ULSTR Location and Description<br>N 19 - 24N - 4W |
|-----------------------------|---|

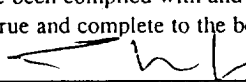
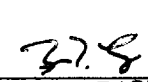
OIL CON. DIV.  
DIST. 3

V. Well Completion Data

|                         |                                    |                         |                            |                           |
|-------------------------|------------------------------------|-------------------------|----------------------------|---------------------------|
| <sup>25</sup> Spud Date | <sup>26</sup> Ready Date           | <sup>27</sup> TD        | <sup>28</sup> PBSD         | <sup>29</sup> Perforation |
|                         |                                    |                         |                            |                           |
| <sup>30</sup> Hole Size | <sup>31</sup> Casing & Tubing Size | <sup>32</sup> Depth Set | <sup>33</sup> Sacks Cement |                           |

VI. Well Test Data

|                            |                                 |                         |                           |                               |                             |
|----------------------------|---------------------------------|-------------------------|---------------------------|-------------------------------|-----------------------------|
| <sup>34</sup> Date New Oil | <sup>35</sup> Gas Delivery Date | <sup>36</sup> Test Date | <sup>37</sup> Test Length | <sup>38</sup> Tubing Pressure | <sup>39</sup> Csg. Pressure |
| <sup>40</sup> Choke Size   | <sup>41</sup> Oil               | <sup>42</sup> Water     | <sup>43</sup> Gas         | <sup>44</sup> AOF             | <sup>45</sup> Test Method   |

|   |  |   |
|---|--|---|
| <sup>46</sup> I hereby certify that the rules of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief.<br>Signature: <br>Printed Name: James M. Clark Jr.<br>Title: President<br>Date: January 12, 1998<br>Phone: (214) 696-8090 |  | Approved by: <br>Title: SUPERVISOR DISTRICT #3<br>Approval Date: FEB 13 1998 |
|---|--|---|

|   |                                   |  |
|---|-----------------------------------|--|
| <sup>47</sup> If this is a change of operator fill in the OGRID number and name of the previous operator. |                                   |  |
| Previous Operator Signature<br>OGRID #019418  | Robert L. Bayless<br>Printed Name | President<br>Title<br>January 16, 1998<br>Date |