SUBMIT IN TRIPLICATE*

Form approved. Budget Bureau No. 42-R1425.

(Other instructions on reverse side)

UNITED STATES DEPARTMENT OF THE INTERIOR

GEOLOGICAL SURVEY

30-039-22426
5. LEASE DESIGNATION AND SERIAL NO.

SF-078874

APPLICATION	ON FOR PERMIT	O DRILL, DE	EPEN, OR PLUG	BACK	6. IF INDIAN, ALLOTTEE OR TRIBE NAME
A. TYPE OF WORK	ORILL X	DEEPEN []	PLUG BA	i-	7. UNIT AGREEMENT NAME
b. TYPE OF WELL	MILL E				
OIL X	GAS OTHER		SINGLE X MULTI	IFLE .	8. FARM OR LEASE NAME
2. NAME OF OPERATOR					Canyon Largo Unit
J. Gregory	Merrion & Robert	L. Bayless			9. WELL NO. 298
D.O. Dow 1	Al Farmington	NM 87401		1.	10. FIELD AND POOL, OR WILDCAT
. LOCATION OF WELL	Devils Fork Gallup 11. SEC., T., R., M., OR BLE.				
At proposed prod.	20ne	Ġ.	Sec. 3, T24N, R6W		
	same		12. COUNTY OR PARISH 13. STATE		
	ES AND DIRECTION FROM NEA		OFFICE*		Rio Arriba N.M.
Approx. 3	.5 miles NE of Li	ndrith Camp		1 10 10 0	
5. DISTANCE FROM P LOCATION TO NEA	ROPOSED*	1	6. NO. OF ACRES IN LEASE		F ACRES ASSIGNED HIS WELL
PROPERTY OR LEA	SE LINE, FT. 7	901	2559±	,	- 10 27 -80 分子 /
S DISTANCE FROM	drig, unit line, if any) PROPOSED LOCATION*		9. PROPOSED DEPTH	20. ROTAL	RY OR CABLE TOOLS
TO NEAREST WEL		px. 4000'	5700 '	Ro	otary
	whether DF, RT, GR, etc.)	F			22. APPROX. DATE WORK WILL START
	munici was ares day conf				As soon as possible
6379' GL			AND GENERALISC DROC	P A M	
3.		PROPOSED CASING	AND CEMENTING PROG		
SIZE OF HOLE	SIZE OF CASING	WEIGHT PER FOO	T SETTING DEPTH		QUANTITY OF CEMENT
	8-5/8"	24 lb.	150 ft.	100 s	acks (Think II)
12-1/4" 7-7/8"	4-1/2"	10.5 lb.	5700 ft.	500 s	acks
			ļ	1	
formation.	Will perforate antrol equipment we Formation	and stimulate which is to b ESTIMA D	as required. M:	iminum s) series	up across Ojo Alamo pecifications for double ram BOP.
	Ojo Alamo			alt Water	r rop 1 7 1000
2	Pictured Cl		640' Salt Wa		APR 1 7 1980
8	Mesa Verde			alt Wate	·
	Gallup		5410	TE WALL	U. S. CECLOCICAL SURVEY
			- Section Sect		
zone. If proposal i	s to drill or deepen direction	proposal is to deepe nally, give pertinent	n or plug back, give data or data on subsurface locations	present prot and measure	nctive zone and proposed new product d and true vertical depths. Give blow
preventer program,	if any.	7		<u></u>	
24.		/	Frainder	L A 10.	April 15, 198
SIGNED	Tun X olh	TITI	Enginder	, 70c	DATE APITT 13, 190
	Federal or State office use)			PIST. 3	1.
			APPROVAL DATE		
PERMIT NO.	21	Λi .	ALL BUT ALL DATE		APPROVED
	My a SH	U.L		1	AS AMENDED
APPROVED BY	muse Th	TITI	,E		AD AME
CONDITIONS OF A	PPROVAL, IF ANY:	N	Mocc	\	o JUL 7 1980
* (San Carta Ass			1.	STY SAMES F. SIMS
		*See Instruc	ctions On Reverse Side	F	DISTRICT ENGINEER
111111111111111111111111111111111111111					

OIL CONSERVATION DIVISION

P. O. HOX 2088 SANTA FE, NEW MEXICO 87501

Form C-107 Revised 10-1-78

STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT

		****	Lease			Well No.
C _F -crator			i i	ARGO UNIT	298	
MERRION &	BAYLESS Section	Township	Range	County	,	
it Letter		24N	6W	Ric	Arriba	
tual Footage Loca	3					
		North line	- and 790	feet from the	. East	line
790 ound Level Elev.	Producing Fo		Pool			Dedicated Acreage:
6270	Gallup	1		ls Fork		80 Acres
1. Outline the	e acreage dedic	ated to the subje	ct well by colored	pencil or hachu	re marks on t	the plat below.
interest an	d royalty).					thereof (both as to working
3. If more that dated by co	on one lease of ommunitization,	different ownershi unitization, force	ip is dedicated to to- pooling. etc?	he well, have th	ie interests (of all owners been consoli-
Yes			type of consolidation		Lara cancali	dated (Use reverse side o
If answer	is "no," list the	owners and trace	t descriptions which	n nave actually	Deen conson	dated. (Use reverse side o
this form i	f necessary.)			e been consoli	dated (by co	mmunitization, unitization
No allowat	ole will be assig	ned to the well un	til all interests na	e peen conson	ests has bee	mmunitization, unitization en approved by the Commis
forced-poo	ling, or otherwis	e) or until a non-st	andard unit, elimii	atting such inter		
sion.						
	1		ı			CERTIFICATION
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	1			1		herein is true and complete to th
	l I			<u> </u>	best of	my knowledge and belief.
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	1		l 1		Company	on & Bayless
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	i		1		Date April	15, 1980
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	1		, 1			that the well locati
	t		3			no this flow was plotted from fi
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UNITED STATES							
DEPARTMENT OF THE INTERIOR							
GEOLOGICAL SURVEY							

Dec. 1973	Budget Bureau No. 42-R1424				
UNITED STATES	5. LEASE SF-078874				
DEPARTMENT OF THE INTERIOR					
GEOLOGICAL SURVEY	6. IF INDIAN, ALLOTTEE OR TRIBE NAME				
SUNDRY NOTICES AND REPORTS ON WELLS (Do not use this form for proposals to drill or to deepen or plug back to a different	7. UNIT AGREEMENT NAME				
reservoir. Use Form 9–331–C for such proposals.)	8. FARM OR LEASE NAME				
1. oil 🗊 gas 🗇	Canyon Largo Unit				
well well other	9. WELL NO.				
2. NAME OF OPERATOR	298				
J. Gregory Merrion & Robert L. Bayless	10. FIELD OR WILDCAT NAME				
3. ADDRESS OF OPERATOR	Devils Fork Gallup				
P.O. Box 507, Farmington, NM 87401	11. SEC., T., R., M., OR BLK. AND SURVEY OR				
4. LOCATION OF WELL (REPORT LOCATION CLEARLY. See space 17	AREA				
below.)	Sec. 3, T24N, R6W				
AT SURFACE: 790 FNL & 790 FEL	12. COUNTY OR PARISH 13. STATE Rio Arriba NM 14. API NO.				
AT TOP PROD. INTERVAL: same					
AT TOTAL DEPTH: same					

1. oil gas X well well other 2. NAME OF OPERATOR J. Gregory Merrion & Robert L. Bayless 3. ADDRESS OF OPERATOR P.O. Box 507, Farmington, NM 4. LOCATION OF WELL (REPORT LOCATION CLEARLY. See space 17 below.) 790 FNL & 790 FEL AT SURFACE: AT TOP PROD. INTERVAL: same AT TOTAL DEPTH: same 16. CHECK APPROPRIATE BOX TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

15. ELEVATIONS (SHOW DF, KDB, AND WD) 6379' GL

SUBSEQUENT REPORT OF: REQUEST FOR APPROVAL TO: TEST WATER SHUT-OFF FRACTURE TREAT SHOOT OR ACIDIZE REPAIR WELL PULL OR ALTER CASING MULTIPLE COMPLETE CHANGE ZONES ABANDON* (other) Amend 9-331 dated 04-15-80

U. S. GEOLOGICAL SURVEY FARMINGION, N. L.

RECEIVE NOTE: Report results of multiple completion or zone

change on Form 9-330.)

17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*

Please amend APD as follows:

- 1. Item #23: Setting depth of 8-5/8", K-55 casing will be 200 ft. w/150 sacks Class "B" cement w/3% CACL₂. The 4-1/2", K-55 casing will be set w/500 sacks Class "H" cement, 50-50 Pozmix w/2% gel. Circulating medium will be clear water and clay.
- 2. Estimated tops: San Jose ----Surface Ojo Alamo ----1520' Kirtland ----1815' Fruitland ----1950' Pic. Cliffs---2200'

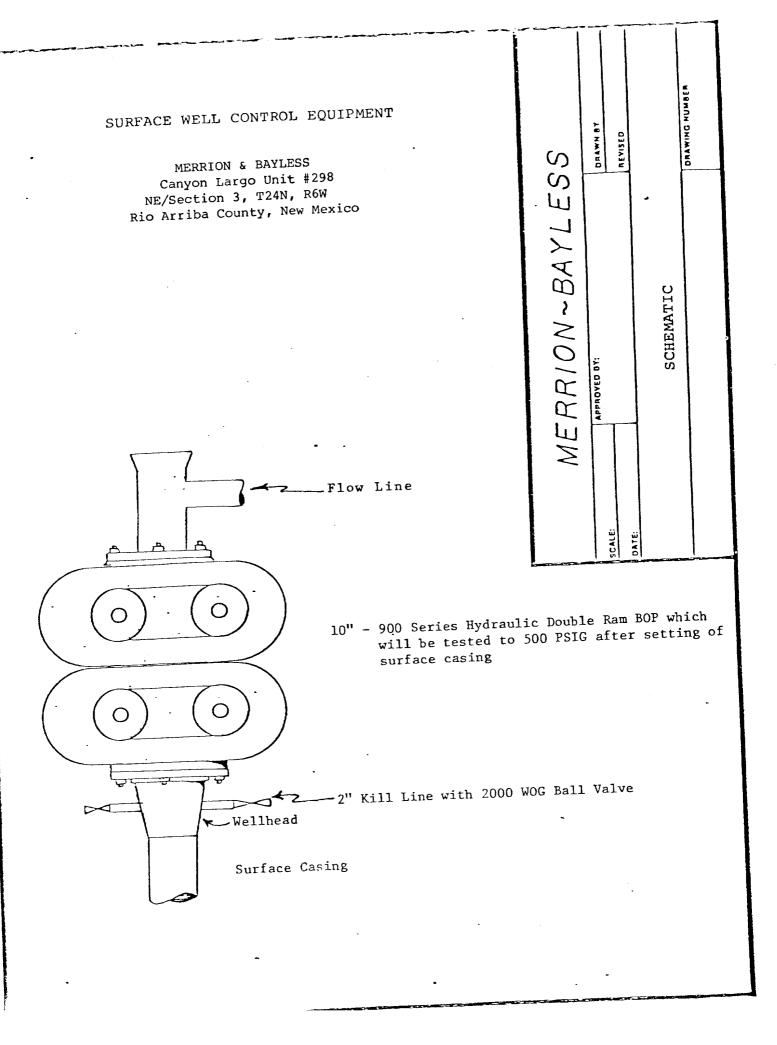
Cliff House ---3640' Point Lookout -4350' Gallup -----5405'

_ Set @ ____ Subsurface Safety Valve: Manu. and Type oregoing is true and correct certify that the 18. I hereb April 29, 1980 Operator _ DATE ___ SIGNED.

(This space for Federal or State office use)

APPROVED BY CONDITIONS OF APPROVAL, IF ANY: TITLE

*See Instructions on Reverse Side



SURFACE USE OPERATIONS PLAN

MERRION & BAYLESS
Canyon Largo Unit #298
Section 3, T24N, R6W

- 1 & 2. A topographical map is attached showing location of drillsite and access roads to location; new roads are color coded on the location map. The terrain is relatively flat and no improvements are planned on existing roads. Our planned access road will be twelve feet in width, and will follow the existing terrain. No turnouts, culverts or cuts and fills are anticipated on the proposed access. In addition, natural drainage and surfacing material will be used.
 - 3. Wells within one mile radius are shown on the topographical map.
 - 4. A. Existing facilities owned or controlled by the Operator and shown on the attached map are as follows: wellheads.
 - B. No new facilities are contemplated.
 - C. Disturbed areas will be reseeded per BLM specifications.
 - 5. Water will be hauled from Largo Canyon water hole.

Truck will haul water on proposed access route shown.

- 6. No construction materials will be used.
- 7. Methods of disposal of waste materials:
 - A. Cuttings will be buried in drilling pit.
 - B. Drilling fluids will be buried in drilling pit.
 - C. No produced fluids are anticipated.
 - D. Sewage will be buried.
 - E. Garbage and other waste material will be buried.
 - F. Operator will clean up, fill, and level pits and reseed location per BLM specifications.
- 8. Ancillary facilities: pumping unit, production unit, and stock tank.
- 9. Wellsite layout attached.
- 10. Restoration of drillsite -- pits will be filled and leveled and reseeded per BLM specification immediately after completion.
- 11. Other information: The drillsite is fairly level, grass and brush covered semi-arid land. There is no other surface use or facilities existent. An archeological survey statement will be furnished.
- 12. Operator representative: Robert L. Bayless (505) 325-5093
 P.O. Box 1541
 Farmington, NM 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 Merrion & Bayless and its contractors and subcontractors in conformity with this plan and the terms and conditions under which it is approved.

4/15/80

STEVEN S. DUMN Engineer

Merrion & Bayless

MERRION & BAYLESS
Canyon Largo Unit #298
NE/Section 3, T24N, R6W
Rio Arriba County, New Mexico

