SUBMIT IN TRIPLICATE*

(Other instructions on reverse side)

Form approved. Budget Bureau No. 42-R1425.

UNITED STATES
DEPARTMENT OF THE INTERIOR 30 - 045 - 222955. LEASE DESIGNATION AND SERIAL NO. **GEOLOGICAL SURVEY** NM-8007

APPLICATION	I FOR PERMIT T	O DRILL, I	DEEPE	N, OR PLUG B	ACK	6. IF INDIAN, ALLOTTEE	OR TRIBE NAME	
a. TYPE OF WORK	L 🖾	DEEPEN [PLUG BAC		7. UNIT AGREEMENT NA	ME	
b. TYPE OF WELL		DEE! E! (8. FARM OR LEASE NAM	E	
	S X OTHER			NE X MULTIPE			-	
NAME OF OPERATOR						Federal 9. WELL NO.		
	Company of Cal	liornia						
ADDRESS OF OPERATOR	2620 0	TIT 92602				1 (M1/) 10. FIELD AND POOL, OR WILDCAT		
P. U. BOX L. LOCATION OF WELL (Re	2620 - Casper,	in accordance wit	h any S	tate requirements.*)		Basin Dakota		
At surface 1100 1	11. SEC., T., B., M., OR B	LK.						
		Sec. 17, T.25N.,R.10W.						
At proposed prod. zone	Jicarilla &						,	
4. DISTANCE IN MILES A						12. COUNTY OR PARISH	_	
31 miles	south of Bloom	field, New				San Juan	New Mexic	
15. DISTANCE FROM PROPO LOCATION TO NEAREST	SED*		16. NO. OF ACRES IN LEASE		17. NO. OF ACRES ASSIGNED TO THIS WELL			
PROPERTY OR LEASE L (Also to nearest drig	INE, FT.	1100 '	1			320		
18. DISTANCE FROM PROPO TO NEAREST WELL, DE	OSED LOCATION®		10		20. ROTA	ROTARY OR CABLE TOOLS		
OR APPLIED FOR, ON THE	S LEASE, FT.	None		6200'		Rotary		
21. ELEVATIONS (Show whether DF, RT, GR, etc.) 6493 G.L.						22. APPROX. DATE WORK WILL START* Immediately		
23.	1	PROPOSED CASI	NG ANI	CEMENTING PROGRA	M			
SIZE OF HOLE	SIZE OF CASING	WEIGHT PER F	00Т	SETTING DEPTH		QUANTITY OF CEMENT		
12-1/4"	8-5/8"	20	4#	700 t		300 Sx.		
7-7/8"	5-1/2"	15.	5#	6200 °	To be	o be calculated from Calipe		
Log, and if prompleted with the B.O.P. winder th	hole to 700'. roduction is in n 2-3/8" tubing Il be given a d t acreage is no reprosed program: If drill or deepen direction y.	adicated, r	un ar	al test and each a gas purchaser plug back, give data on pon subsurface locations as	casi:	logged.	ed new productive	
Title Distric	ct Drilling Sup	t. Sig	ned (Tulph 1	Lede,	DATE 12-	-17-76	
(This space for Fede	eral or State office use)							
PERMIT NO.				APPROVAL DATE				
APPROVED BYCONDITIONS OF APPROV	AL, IF ANY:	T	ITLE			DATE		

Operator	 		m the outer boundaries of	the section.						
-	Company of C		Lease Federal		Well No.					
Unit Letter Section Township		Range	County	——————————————————————————————————————						
М	17	25 North	10 West	San Jua	n					
Actual Footage Location of Well:										
1100	feet from the	South line and		t from the West	line					
Ground Level Elev.	Producing For		Pool Basin Dake		Dedicated Acreage:					
6493	<u> Jicaril</u>	······································	320 Acres							
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 ar	nd royalty).									
3. If more tha	an one lease of d	ifferent ownership is de	edicated to the well,	have the interests of	all owners been consoli-					
		mitization, force-poolin								
	F: 1			/com promote car	NE \					
Yes	No If a	nswer is "yes," type of	consolidation	(SEE REVERSE SIL	(1)					
If answer	is "no!" list the	owners and tract descri	ptions which have a	ctually been consolida	ated. (Use reverse side of					
	f necessary.)		1	y ===== concorrac						
No allowat	ole will be assign	ed to the well until all	interests have been (consolidated (by com	munitization, unitization,					
	ling, or otherwise)	or until a non-standard	unit, eliminating suc	h interests, has been	approved by the Commis-					
sion.										
-			1		CERTIFICATION					
	1			\						
1			10010	I hereby o	ertify that the information con-					
1	<u> </u>		V Dry SON		ein is true and complete to the					
	!	į .	1014 C. 3	best of my	knowledge and belief.					
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	1	l		Name	01/11/					
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Ì	.1		!	Date						
l .	1	STC 17	1	Decembe	er 17, 1976					
		SEC. 17			ED LAND State location					
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\%^			STING AIL OAP	Date Surveye	ed					
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E	1.1	1 ND TR	-A9		Professio a Engineer					
	(00)	11 12	.0	and/or Land	Survey					
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		ii ii		Certificate N	in 3602					
				Certificate A	E.V.Echohawk LS					

Union owns 100% of the working interest under the NW/4 of subject Section 17 and plans to communitize the NW/4 with the SW/4 of said Section 17 to comply with the spacing

Table 1

pattern established in the field.

FEDERAL NO. 1-M17 SAN JUAN COUNTY NEW MEXICO

12-POINT SURFACE USE PLAN

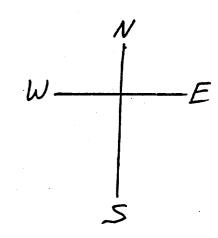
- 1. The proposed location is approximately 5.6 miles southwest of Huerfano Trading Post and N.M. Highway No. 44, and 30.6 miles southwest of Bloomfield, New Mexico.
- 2. The access road to the location will be approximately 1580' long and will branch off of an existing unimproved road as shown on the attached map. Road construction will be kept to a minimum. The access road will be made by merely blading away existing vegetation. Existing roads will be used wherever possible. In the event that the well is a commercial producer, the access road will be improved in the manner customary to the area. Water bars will be built on the new road and added to the old road as needed.
- 3. The location is 1100' FSL and 1185' FWL of Section 17, Township 25 North, Range 10 West, San Juan County, New Mexico, as shown on the attached map. No other wells may be found within one mile.
- 4. Lateral roads to other locations are depicted on the attached map. No new roads will be constructed.
- 5. The flow line to the subject well will be laid to a tank battery on the location.
- 6. Water will be hauled to the location from Giegus Wash at the Carson Trading Post, which is approximately 11 miles northwest of the wellsite.
- 7. Waste materials and cuttings will be disposed of in the reserve pit and garbage will be disposed of in a small burn pit.
- 8 & 9. No camps or airstrips will be constructed.
 - 10. A diagram of the drilling rig is attached.
 - 11. The surface will be restored as nearly as possible to its original condition. The top soil will be stockpiled to be evenly redistributed over the site when drilling operations are finished. The site will then be reseeded with a recommended seed mixture.
 - 12. The topography consists of rolling sand hills sparsely covered with sage-brush and native grasses. The location will require a cut of 3 feet on the south side. The subsoil which is cut from the location will be used as fill for the low areas.

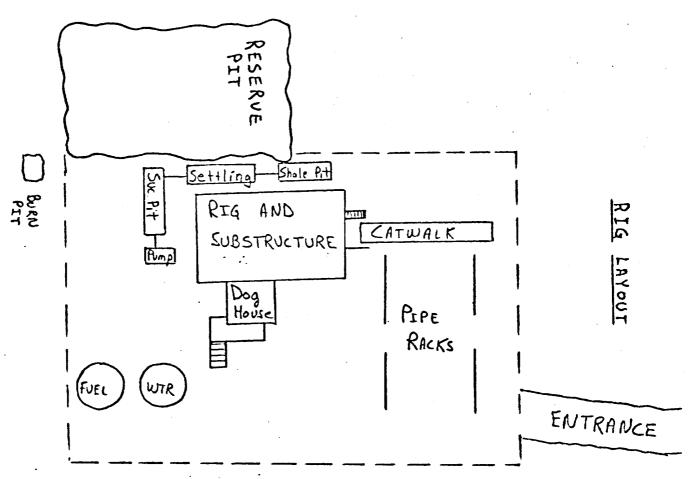
FEDERAL NO. 1-M17 SAN JUAN COUNTY NEW MEXICO

ADDITIONAL INFORMATION

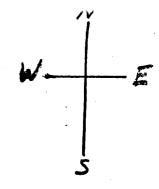
- 1. Surface casing will be 700' of 8-5/8", 24#, K-55, new casing, cemented with 300 sacks regular cement with 2% CaCl₂ and 1/4# Flocele/sack.
- 2. See attached well head schematic.
- 3. No intermediate casing or liner will be run.
- 4. Production casing will be 6200' of 5-1/2", 15.5#, K-55, new casing, cemented with regular cement with 2% CaCl₂ (quantity to be calculated from Caliper).
- 5. See attached schematic of BOP and manifold. BOP will be operationally tested and the results will be recorded.
- 6. Auxiliary equipment will consist of a kelly cock and a safety valve which can be stabbed into the string when the kelly is not in service.
- 7. Maximum anticipated bottom hole pressure is 2500 psi.
- 8. The drilling fluid will be a water and native clay mud to approximately 5600'. Then a fresh $\rm H_2O$ mud with chemical additives will be used to total depth, weighted to 9.2#/gal. with commercial bentonite and barite.
- 9. The well will be drilled with rotary tools and spudded immediately upon approval or as soon as a rig is available. The drilling and completion will require approximately 10 days.
- 10. The surface formation at this location is the Nacimiento.

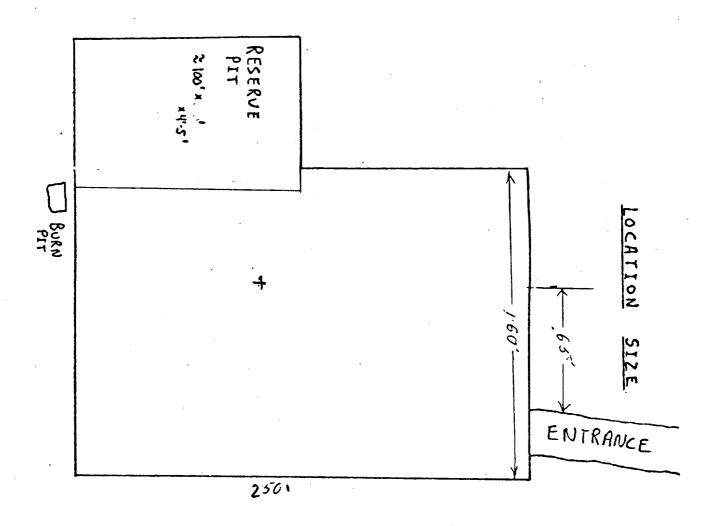
Union Oil Company of California BE/12-10-76

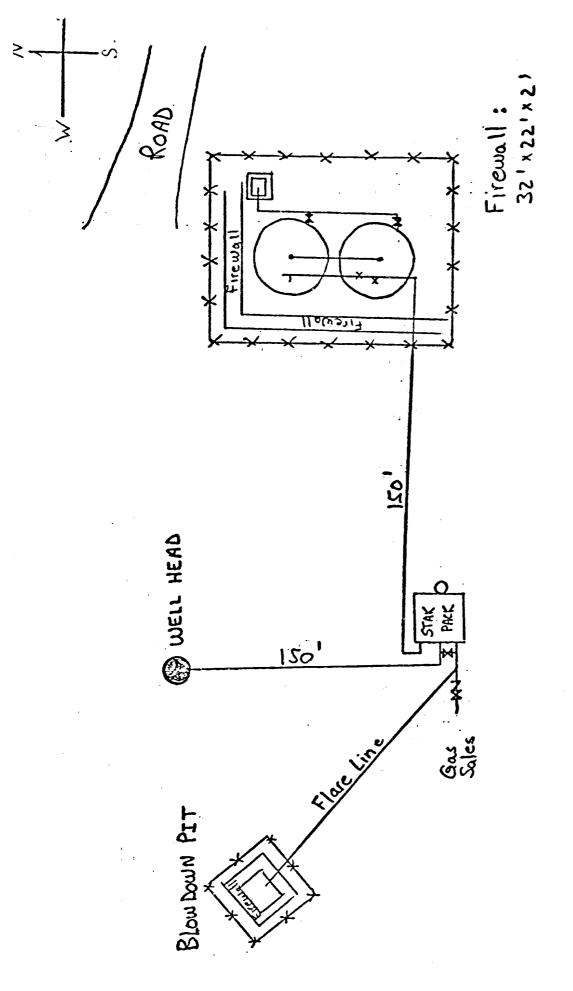




Union Oil Company of Calif. Federal No. 1-M17 BE/12-10-76







PRODUCTION FACILITIES

Union Oil Company BE/12-10-76 Federal No. 1-M17

