3E COMPANY, INC.

Engineering • Energy • Exploration

P. D. Box 190 -:- 505/327-4020

FARMINGTON, NEW MEXICO 87401

March 24, 1977

U.S. Department of Interior Geological Survey P.O. Box 959 Farmington, NM 87401

Attention: Mr. P. T. McGrath

District Engineer

RE: Development Plan for Surface Use

Kirby Exploration Company

Federal #2-33 # 22 650 FSL & 1750' FEL Sec 33 - 25N - 8W

Wildcat

San Juan County, New Mexico

Gentlemen:

Attached is the "Application for Permit to Drill" (form #9-331C) for the subject well. Also enclosed are the following items: Surveyor's plat, drill site plat and vicinity map. The archaeological report will follow under separate cover. Ms. Zarnowski gave oral approval of location. Mr. Bob Moore of Bureau of Land Management, Mr. Don Miller of the United States Geological Survey and Ms. Pat Zarnowski of the Agency of Conservation Archaeology have inspected the site.

The development plan for surface use is as follows:

Points 1, 3, 4, 6, & 9 Vicinity map and drill site plat attached.

- Point 2. Water bars will be used where necessary.
- Point 5. Water for drilling will be trucked from Chapman's water hole approximately 15 miles to the south.
- Point 7. A waste disposal pit will be provided for the garbage and trash.

 Location shown on drill site plat. Drilling fluids will be contained in reserve pit until such time as evaporation occurs and then pits will be covered.
- Point 8. No camps or airstrip.

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- Point 10. Should the well be a commercial producer, it will be equipped to facilitate producing operations with all drilling pits filled, location leveled and well site reseeded in compliance with current Bureau of Land Management seeding requirements. During dry out time required for the reserve pit it will be fenced to eliminate livestock entry. All facilities will be painted green: Federal Standard 595-34127.
- Point 11. This location is in a stream bed with approximately 100 feet canyon walls on either side of the location. The area is very rocky with some small trees and a small amount of native grass present. Access to the location will require that the road follow the stream cut.

Point 12.

John Alexander 3E Company, Inc. P.O. Box 190 Farmington, NM 87401 Phone: 505-327-4020

Point 13. I hereby certify that I or persons under my direct supervision, have inspected the proposed drill site and access route; that I am familiar with the conditions which presently exist; that the statements made in the plan are to the best of my knowledge, true and correct; and, that the work associated with the operations proposed herein will be preformed by Kirby Exploration Company and its contractors and sub-contractors in conformity with this plan and the terms and conditions under which it is approved.

3-24-77 John (Mander John Alexander

Should further information be desired, please advise.

Yours very truly,

John Alexander

JA:st

Attachments