SUBMIT IN TRIPLICATE.

(Other instructions on reverse side)

Form approved. Budget Bureau No. 42-R1425.

UNITED STATES DEPARTMENT OF THE INTERIOR

GEOLOGICAL SURVEY

30-045-22675 5. LEASE DESIGNATION AND SERIAL NO.

| | GEOLO | OGICAL SURV | EY | | | | 14-20-603- | 1423 | |
|------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------|---------------------|-------------------------------|-------------------|-----------------|--------------------------------------|--------------------------------------------|------------|--|
| APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK | | | | | | 6. IF INDIAN, ALLOTTEE OR TRIBE NAME | | | |
| a. TYPE OF WORK DRILL DEEF | | DEEPEN | PLUG BACK | | | K 🗌 | Ka Da Pah 7. UNIT AGREEMENT NAME | | |
| OIL GA | S OTHER | | | INGLE X | MULTIP: ZONE | r [] | S. FARM OR LEASE NA | ME | |
| 2. NAME OF OPERATOR | en CA OTHER | | | <u> </u> | ZONE | | Ka Da Pah | | |
| Hixon Develo | pment Company | | | | | | 9. WELL NO. | | |
| | | | | | | | 1 | | |
| P. O. Box 2810, Farmington, New Mexico Location of Well (Report location clearly and in accordance with any State requirements.") | | | | | | | 10. FIELD AND POOL, | OR WILDCAT | |
| At surface | At surface | | | | | | NIPP - PC 11. SEC., T., R., M., OR BLK. | | |
| 790 FSL, 10 At proposed prod. zon | 790' FSL, 1000' FWL Section 3-T25N-R 12W | | | | | AND SURVEY OR AREA | | | |
| | | | | | | | 3-25N-12W | | |
| 14. DISTANCE IN MILES A | | REST TOWN OR POS | T OFFIC | E. | | | 12. COUNTY OR PARISH | | |
| Farmington - | | | 16 N | O. OF ACRES IN I | LEARE | 17 80 | San Juan OF ACRES ASSIGNED | New Mexic | |
| LOCATION TO NEAREST PROPERTY OR LEASE L | INE, FT. | | | | | | TO THIS WELL | | |
| (Also to nearest drig | | | 19. PROPOSED DEPTH 20 | | | 20. ROTA | 160 ROTARY OR CABLE TOOLS | | |
| TO NEAREST WELL, DE OR APPLIED FOR, ON THE | | | 1325' | | | · · | Rotary | | |
| 21. ELEVATIONS (Show whe | ther DF, RT, GR, etc.) | | 1 1020 1 | | | | 22. APPROX. DATE WORK WILL START* | | |
| 6188' GL | | | | | | | 4 | | |
| 23. | | PROPOSED CASI | NG ANI | CEMENTING | PROGRA | .M | • | | |
| SIZE OF HOLE | SIZE OF CASING | WEIGHT PER F | WEIGHT PER FOOT SETTING DEPTH | | | QUANTITY OF CEMENT | | | |
| 7 7/8'' | 5 1/2'' | 15.5 | | 34' | | | 5 sacks | | |
| 4 3/4" | 2 7/8" | 6.5 | | 1325 | <u> </u> | | 75 sacks | | |
| | | | | | | | | * ** | |
| | | | | | | | | | |
| | | | | | | | | • | |
| | | | | | | | | | |
| - | | | | | | | nation. The hole | | |
| | | | | | | | anticipated botto | | |
| | | | | | | | tripper head wil | | |
| | | | well v | vill be eval | luated | with of | pen hole resistiv | ity | |
| and porosity | logs prior setti | ng casing. | | | | | | | |
| | | | | , | | | | | |
| | / J | - 1/3 | • | | 3 . | . 1 | AMA | 8 1977 | |
| | 2 1 1 1 | | | | | | OIL CON | COM | |
| | | | | | | ÷ | DIS | | |
| N ABOVE SPACE DESCRIBE | PROPOSED PROGRAM: If | proposal is to deep | pen or p | olug back, give d | ata on pr | esent prod | \ | | |
| one. If proposal is to dereventer program, if any | irill or deepen direction | | | | | | | | |
| 34. | / | | | | | | | * | |
| BIGNED AL | ullate | elles | 1 | Petroleum | Engin | eer | DATE July | 18, 1977 | |
| (This space for Feder | al or State office use) | | | - | | | | | |
| PERMIT No. | <u> </u> | | | APPROVAL DATE | | | · · · · · · · · · · · · · · · · · · · | | |
| | | | | | | 1 | RECEN | /ED : | |
| APPROVED BY | T FIR A N. W. | TIT | TLE | • | | | DATE | | |
| CONDITIONS OF APPROVA | LU, SE AITE: | | | | | 1 | JUL 21 | 1977 | |

Effective 1-1-65 All distances must be from the outer boundaries of the Section. Operator Well No. l.ease Ka Da Pah Hixon Development Company Township Range County Section 25 North 12 West San Juan Actual Footage Location of Well: 1000 790 South feet from the line and feet from the Ground Level Elev. Producing Formation Dedicated Acreases NIPP - PC 6188 Pictured Cliffs Actes 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 and royalty). 3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling.etc? If answer is "yes," type of consolidation ______1 - Lease | Yes If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.). No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Commission. CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief. Aldrich L. Kuchera Position Petroleum Engineer Hixon Development Company I hereby Crysty Stholler July 18, 1977 Lease No. 14-20-603-1423 raily that the well location This plat was plotted from held notes of adjual surveys made by me or is true and apriect to the best of my knowledge and better the sales of the knowledge and better the sales of Date Surveyed July 11, 1977 Registered Professional Engineer and/or Land Surveyor

1320 1650

1980

2000

1500

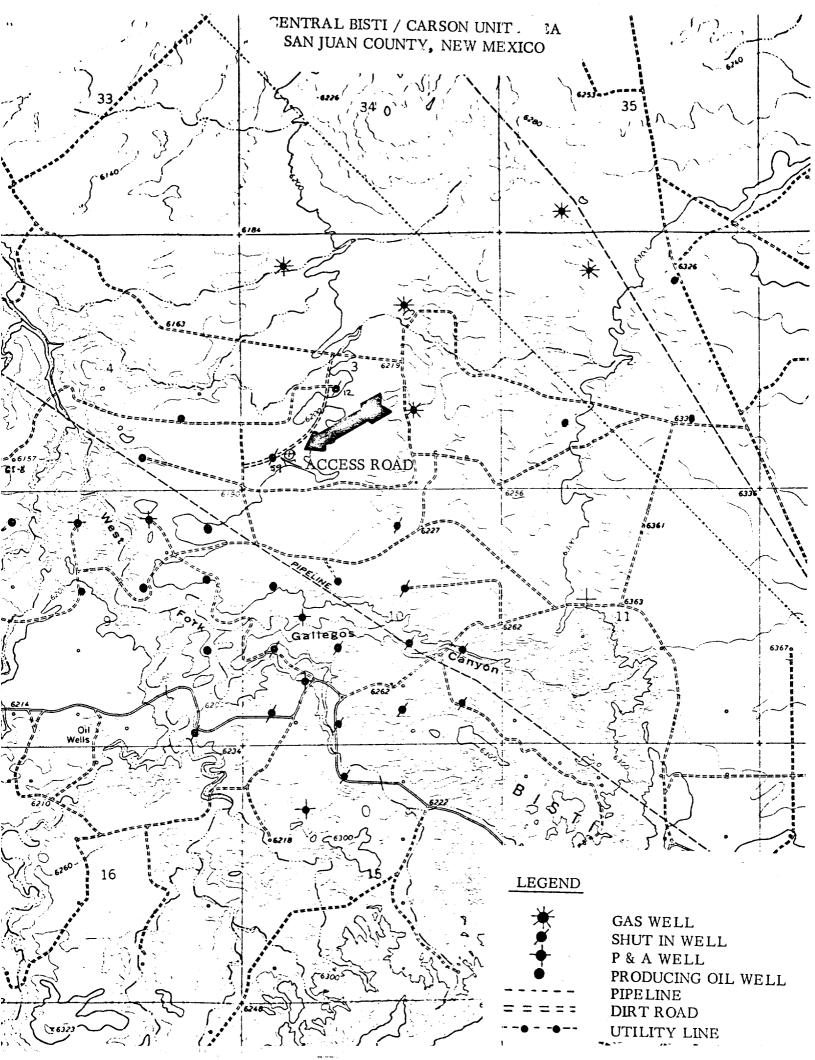
1000

<u>Edgar I., Risanhoovar</u>

800

HIXON DEVELOPMENT COM IY

| PROJECT KA DA PAH NO. 1 | JOB NO | JOB NO | | |
|----------------------------------------|-------------------------------------------------|---------------------------------------|--|--|
| PURPOSE | SHEET | OF | | |
| COMPUTED BY ALK | . CHECKED BY | ED BY | | |
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| N | | : | | |
| APPRO | XIMATE DRILLING LOC | ATION BOUNDARY | | |
| | | | | |
| PORT | TABLE ROTARY LING RIG - 7 | | | |
| | | DIRT MUD PIT 15' x 7-1/2' x 5' | | |
| | | (UNLINED) | | |
| ACCESS ROAD | LOCATION DE | | | |
| LEADING FROM EXISTING CBU #59 LOCATION | 790' FSL, 1000 SEC. 3-T25N-I LEASE U.S. | 0' FWL. R 12W _ 14-20-603-1423 | | |
| | NAVAJO ALLO | TTED | | |
| | | | | |
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| | | | | |



HIXON DEVELOPMENT COMPANY

FARMINGTON, NEW MEXICO 87401
July 27, 1977

CERTIFICATION

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 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 Hixon Development Company and its contractors and subcontractors in conformity with this plan and the terms and conditions under which it is approved.

July 27, 1977

Aldrich L. Kuchera Production Manager and Petroleum Engineer

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Application for Permit to Drill Hixon Development Company Ka Da Pah No. 1 (Development Well) NIPP - PC Field SW/4 Section 3-T25N-R12W San Juan County, New Mexico

Recap of NTL-6 13-Point Outline (Supplement to Hixon Development Company's July 18, 1977 letter to Mr. P. T. McGrath, attached)

- 1. Existing Roads Refer to attached topographic map. The proposed well site is located inside an existing 25 year old oil field. The field has an extensive lease road system tied to State Highway 173 south of Farmington.
- 2. Planned Access Roads Construction of an access road will not be necessary. Per the attached map, an access road already exists to this well site.
- 3. Location of Existing Wells (Refer to attached map)
- 4. <u>Location of Tank Batteries</u>, <u>Production Facilities etc.</u> There are buried oil flowlines in the vicinity of the proposed well leading west from CBU Wells #12 and #59.

With the exception of a meter house and an El Paso gas line tiein, the proposed well site will not have any other facilities.

- 5. Location and Type of Water Supply Will not be necessary. Any water used for workover purposes will be hauled in from a source well in Section 5, or else from Farmington.
- 6. Source of Construction Materials None will be used.
- 7. Methods for Handling Waste Disposal Any waste material incurred while drilling will be buried in the mud pits.
- 8. Ancillary Facilities Will use existing Central Bisti Unit facilities.
- 9. Well Site Layout Refer to plat attached.
- 10. Plans for Restoration of Surface Area in the vicinity of well site is primarily sand. Very little of the well site area will be disturbed.
- 11. Other Information Refer to Archaeological Report to be submitted to USGS.
- 12. Leasee's or Operator's Representative -

Aldrich L. Kuchera
Telephone - 325-6984 - Office
- 325-3448 - Home
- 325-1873 - Unit 675 Car Telephone

13. See Attached

HIXON DEVELOPMENT COMPANY

FARMINGTON, NEW MEXICO 87401 July 18, 1977

Mr. P. T. McGrath U. S. G. S. P. O. Box 959 Farmington, New Mexico 87401

Re: Application for Permit to Drill
Hixon Development Company
Ka Da Pah No. 1 (NIPP - PC Field)
Navajo Allotted
SW/4 Sec. 3-T25N-R12W
San Juan County, New Mexico

Dear Mr. McGrath,

We desire approval to drill the captioned slimhole shallow Pictured Cliffs gas NIPP - PC Field development well. The well is to be drilled to a TD of 1325' using a portable truck mounted rotary rig. Surface hole will be 7 7/8" with a 4 3/4" production hole. Casing size would be 5 1/2" 15.5# and 2 7/8" 6.5# respectively. Surface hole will be drilled with air and mud used to drill the 4 3/4" hole.

The proposed location is inside the Central Bisti Unit and would utilize established lease roads for access. Minimal well location work will be necessary. Mud pits are to be used per the attached location plat.

Water for drilling will be hauled from either the San Juan River or else from a Central Bisti Unit water supply well located in Sec. 5-25N-12W. Any waste will be disposed of by burial in the mud pit. There will not be any camp or airstrip associated with this facility. Existing Central Bisti Unit field facilities will be used for drilling personnel and for any logistics.

Tentative gas sales pipeline hookup would be to the EPNG gas pipeline located in Sec. 2 and Sec. 11, T25N, R12W per the attached topographic map.

Upon completion or abandonment of this well, the location will be cleaned, mud pits buried and leveled and dry hole marker placed if applicable. It should be noted that the Bisti Field area is sparsely populated, sandy semi-desert type environment. Archaeological clearance will be obtained prior drilling.

مان الارجام ال

Hixon Development Company has a contract deadline of August 15 to spud this well. We would appreciate your earliest attention to this request.

Very truly yours,

Hixon Development Company

Aldrich L. Kuchera
Petroleum Engineer

ALK:km