SUBMIT IN TRIPLICATE. (Other instructions on reverse side)

Form approved. Budget Bureau No. 42-R1425.

UNITED STATES DEPARTMENT OF THE INTERIOR

30 -095-2326-3 5. Lease designation and serial no.

	DEI /IIX I III ZIII					O. LEASE DESIGNATION	AND BERIAL NO.	
GEOLOGICAL SURVEY					NM-25449			
APPLICATION	FOR PERMIT 1	O DRILL, I	DEEPI	N, OR PLUG	BACK	6. IF INDIAN, ALLOTTE	OR TRIBE NAME	
. TYPE OF WORK						-		
	DRILL 🖾 DEEPEN 🗌 PLUG BACK 🗆					7. UNIT AGREEMENT N	AME	
D. TYPE OF WELL GA				NGLE X MULTI	erm [8. FARM OR LEASE NAI	(E	
OIL WELL OTHER ZONE ZONE						Hunter Wash —		
Hixon Development Company						9. WELL NO.	· · · · · · · · · · · · · · · · · · ·	
ADDRESS OF OPERATOR						1		
P.O. Box 2	2810, Farmington	n. NM 874	01			10. FIELD AND POOL, O		
At surface						Bisti Lower G	allup 🔑	
2250' FNL, 330' FWL Section 22-T25N-R12W						AND SURVEY OR AS	EEA	
At proposed prod. zon	e					Sec. 22-7	. 25N-R12V	
DISTANCE IN MILES	AND DIRECTION FROM NEAR	REST TOWN OR POS	T OFFIC	E*		12. COUNTY OR PARISH	13. STATE	
26 miles fi	rom Farmington					San Juan	NM	
5. DISTANCE FROM PROPO LOCATION TO NEAREST	SED*		16. NO. OF ACRES IN LEASE 17. NO			OF ACRES ASSIGNED THIS WELL		
PROPERTY OR LEASE L (Also to nearest drig		:		440		40		
8. DISTANCE FROM PROP TO NEAREST WELL, D	OSED LOCATION® RILLING, COMPLETED.		19. PI	OPOSED DEPTH	20. ROTA			
TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT.			<u> </u>	5000'	<u> </u>	rotary		
1. BLEVATIONS (Show who	ether DF, RT, GR, etc.)					22. APPROX. DATE WORK WILL ST		
3.						1-2-79		
		PROPOSED CASI	NG ANI	CEMENTING PROGR	AM			
SIZE OF HOLE	SIZE OF CASING	WEIGHT PER P	00T	SETTING DEPTH	_	QUANTITY OF CEMENT		
12-1/4"	8-5/8"	24#		200'	200 sacks			
7-7/8"	4-1/2"	9.5#	·	TD	300 sacks			
	f open hole logs and storage fac	_					Signal de la companya	
in above space describing. If proposal is to preventer program, if an 24.	t PROPOSED PROGRAM: If drill or deepen directions y.	proposal is to deepaily, give pertinen	t data	olug back, give data on pon subsurface locations a	nd measure	d and true vertical dent	d now producti Give blowo	
(This space for Fede	ral or State office use)							
PERMIT NO.	,			APPROVAL DATE		· ·		
PARKIT NU.	,			n. 4 BV 184 VALT	* .			
APPROVED BY	AT IPANY	TF	TLE			DATE		
CONDITIONS OF APPROV		•			`***			
			•			- X - X		
Danie, at		*See Instru	ections	On Reverse Side				

All distances must be from the outer boundaries of the Section.

Operator				the outer boundaries of		•	101-11 27-
Hixon Dev	lixon Development Company Hunter Wash NM-25			NM-25449		Well No. Hunter Wash #1	
Unit Letter E	Section 22	Township 25 Nort	h	Range 12 West	County San J	uan	~
Actual Footage Loc 2250		rth	ne and	30 fee	- We	es t	line
Ground Level Elev. 6376	Producing Form	er Gallup	Poo	Bisti Lower	Gallun @	. 1	ted Acreage: 40 — Acres
1. Outline th			ect well l	by colored pencil o			
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?							
Yes Yes	X No If an	swer is "yes;"	type of co	nsolidation			
If answer i	is "no," list the of necessary.)	owners and trac ne owner lea	t descripti	ions which have ac	tually been	consolidated. (Use reverse side of
No allowab	ole will be assigne	ed to the well ur	ntil all inte				zation, unitization,
forced-pool sion.	ling, or otherwise)	or until a non-s	tandard un	it, eliminating suc	h interests, l	has been appro	ved by the Commis-
				i		CERT	TFICATION
	<u> </u>						
				1			hat the information con- rue and complete to the
2250'				1		best of my knowle	edge and belief.
1_1_1_						CALLAL L	Comme
Lease NM-	25449			1	F	Aldrich L.	Kuchera
<u>i</u>				1		Petroleum :	Engineer
	ĺ			1		Hixon Deve	lopment Co.
55 0.40		Sec. 22		1		November 2	2, 1978
						MINING.	O LAND
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	1					notes of actual	urveys made by the or
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	1			İ		October 27,	
	1			1 - 1	1 1	legistered Professi nd/or Land Survey	•
	! !	<u>. </u>				Edgar L. ertificate No. 5	Risselasoner
0 330 660	90 1320 1650 1960	2310 2640	2000	1500 1000 50	E .	enflicate No. 5 dgar L. Ris	9/9 enhoover

Application for Permit to Drill
Hixon Development Company
Hunter Wash No. 1
Bisti Lower Gallup Field
SW 1/4 of NW 1/4, Section 22-T25N-R12W
San Juan County, New Mexico

Recap of NTL-6 13-Point Outline is as follows:

- Existing Roads Refer to attached topographic map. The proposed well site is located adjacent to an existing 25 year old oil field. The field has an extensive lease road system tied to State Highway 371, south of Farmington.
- 2. Planned Access Roads An 800' road will be constructed to provide access to the subject well per the attached topographic map. The proposed road will run due north and will consist of compacted sand with a maximum 2% grade. It will follow an existing fence right-of-way and be about 25' wide.
- 3. Location of Existing Wells Refer to attached map.
- 4. Location of Tank Batteries, Production Facilities, and etc. The proposed well is located in the vicinity of an extensive cil and gas flowline and water injection system. A 2" flowline for the proposed well would run west to a flowline manifold at CBU Well No. 51 or to a new tank battery located in Section 16-T25N-R12W.
- 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 from Farmington.
- **Source** of Construction Materials Materials necessary for the construction of the access road and drilling pad will be obtained from the location.
- 7. <u>Methods for Handling Waste Disposal</u> 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 attached plat.
- Plans for Restoration of Surface Area in the vicinity of the 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 the USGS.
- 12. See Attached.

Application for Permit to Drill Hixon Development Company Hunter Wash Well No. 1 Bisti Lower Gallup Field SW 1/4 of NW 1/4, Section 22-T25N-R12W San Juan County, New Mexico Page 2

13. <u>Leasee's or Operator's Representative</u> -

Aldrich L Kuchera

Telephone 325-6984 Office

325-3448 Home

325-1873 Unit #675 Car Telephone

Application for Permit to Drill
Hixon Development Company
Hunter Wash Well No. 1
Bisti Lower Gallup Field
SW 1/4 of NW 1/4, Section 22-T25N-R12W
San Juan County, New Mexico

Other NTL-6 pertinent data is as follows:

1. Estimated Log Tops:

Animas	Surface
Ojo Alamo	143'
Pictured Cliff	1202'
Lewis	1357'
Point Lookout	3607'
Mancos	3817'
Gallup	4717'
Lower Gallup	4792'

2. Estimated depths of water, oil and gas:

Fresh Water 143'-193'
Gas 1202'-1222'
Oil and Gas 4717'-TD

- 3. Weight and type of mud to be used 9.0#-9.3#/gallon mud from below surface with low fluid loss additives used across permeable zones.
- 4. Open hole logs to be used:

Induction Electric
Compensated Neutron - Density

- 5. Pressure control equipment will be a 10" Shaffer 3000 WP hydraulic BOP stack per the attached inventory sheet. Surface casing will be tested to 750 psi for 30 minutes prior drilling out cement. Production casing will be tested to 1000 psi for 30 minutes prior perforating.
- 6. On the basis of offset drilling data we do not foresee any drilling hazards such as high pressure gas zones, high temperatures, sour gas or other abnormal deviations.
- 7. Surface 8-5/8" 24# J-55 ST&C and production 4-1/2" 9.5# J-55 ST&C casing will be new and tested at the factory. Regular Class B cement will be used for the surface casing. Production casing will be cemented with Class B cement with 10# gilsonite per sack and 2% CaCl.
- 8. Duration of drilling activity from spud date to completion is expected to be about 15 days.
- 9. In the event that the well is a dry hole it will be plugged with prior USGS approval and the drilling site restored to its natural state.

HIXON DEVELOPMENT COMPANY

P.O. BOX 2810 FARMINGTON, NEW MEXICO 87401 October 31, 1978

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, are 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.

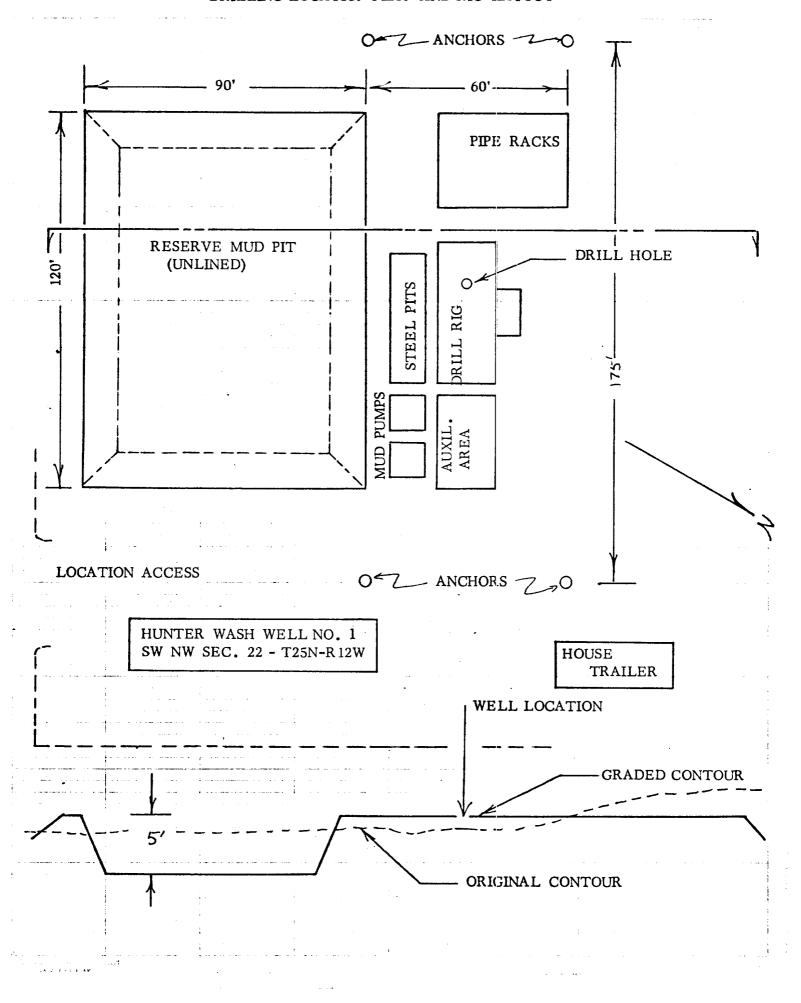
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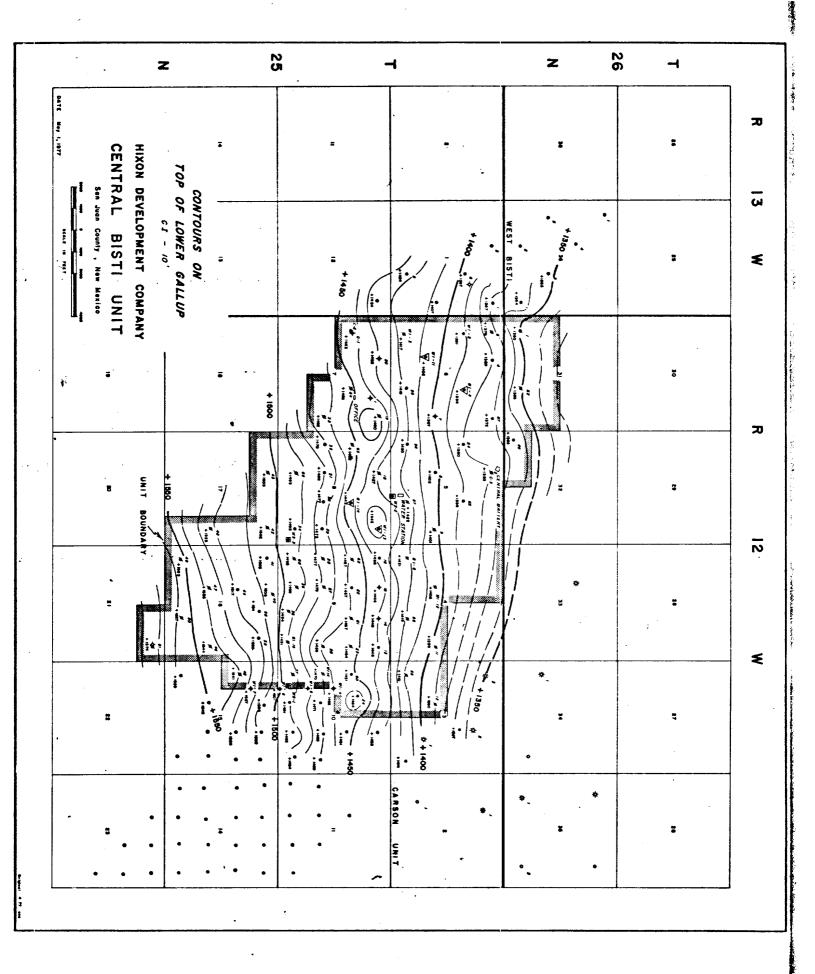
Aldrich L. Kuchera Production Manager Petroleum Engineer

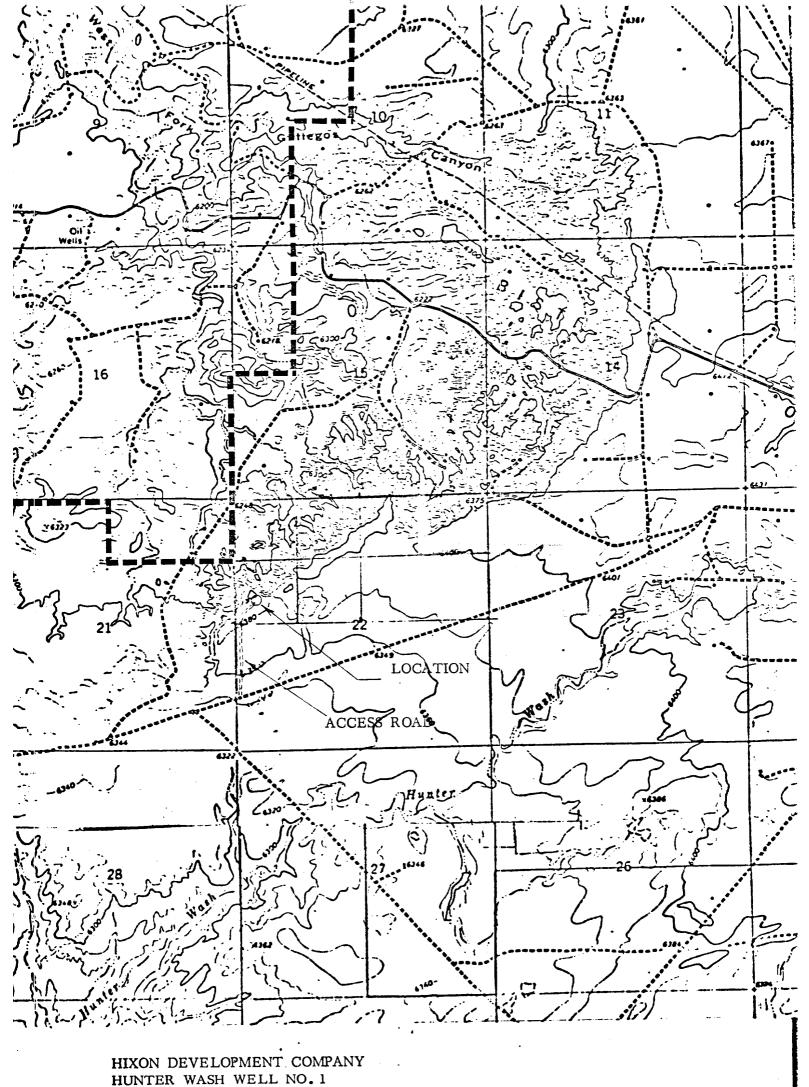
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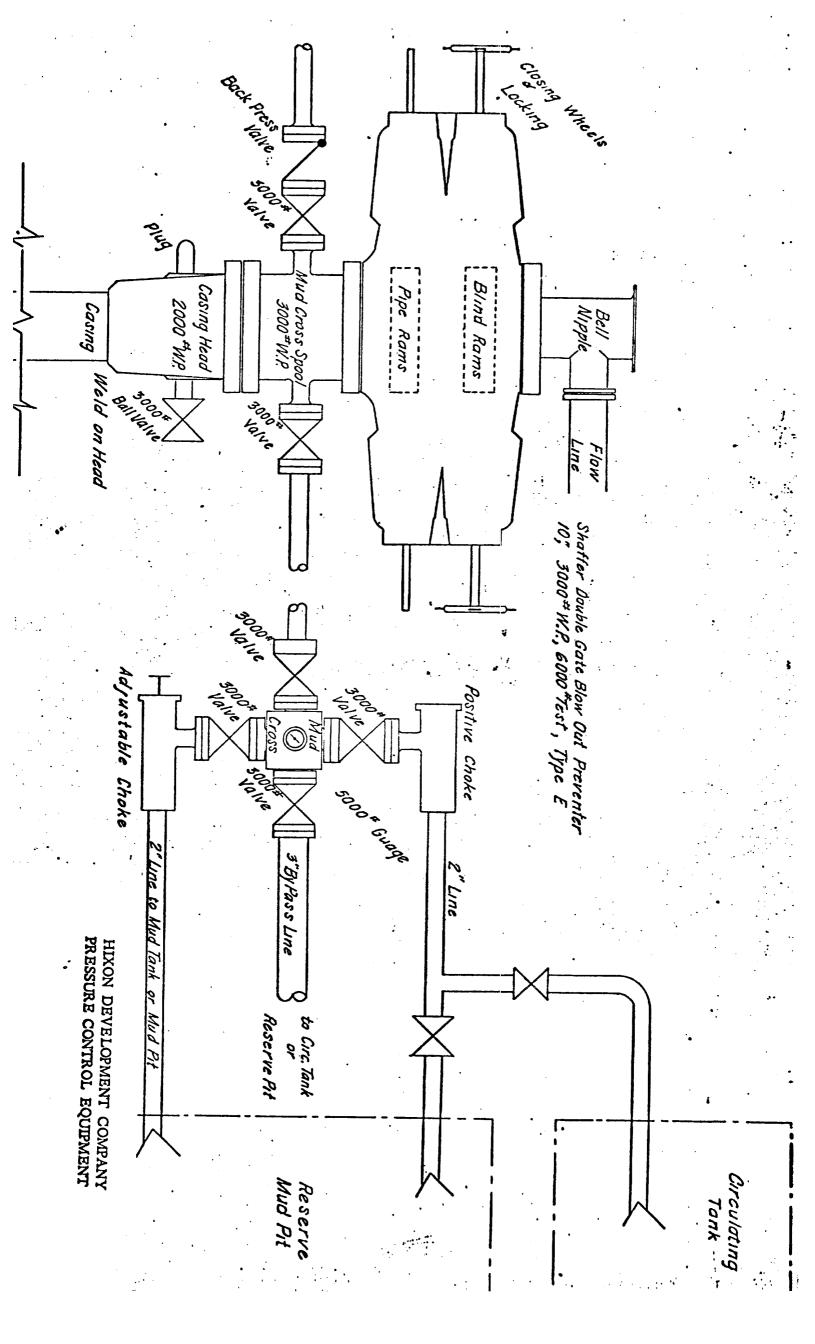
HIXON DEVELOPMENT COMPANY DRILLING LOCATION PLAT AND RIG LAYOUT







HIXON DEVELOPMENT COMPANY HUNTER WASH WELL NO. 1 2250' FNL, 330' FWL Section 22-T25N-R12W SAN JUAN COUNTY, NEW MEXICO



Form C-102 Supersedes C-128 Effective 1-1-65

All distances must be from the outer boundaries of the Section Operator Lease Hunter Wash #1 Hixon Development Company Hunter_Wash NM-254 Township Unit Letter Section San Juan 22 25 North 12 West Ε Actual Footage Location of Well: 330 West North * feet from the line line and feet from the Dedicated Acreage: Ground Level Elev. Producing Formation Pool 80 6376 Lower Gallup Bisti Lower Gallup 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 __ If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.) one owner lease 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 22501 Aldrich L. Kuchera Lease NM-25449 Petroleum Engineer Hixon Development Co. November 2, 1978 Yed Yed Date Surveyed October 27, 1978 Registered Professional Engineer and/or Land Surveyor Edgar L. Risenhoover

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Form 9-331 (May 1963)	UNITED STATE DEPARTMENT OF THE I	INTERIOR (Other instructions on verse side)	
(Do not use th	NDRY NOTICES AND REPO	or plug back to a different reservoir.	6. IF INDIAN, ALLOTTEE OR TRIBE NAME
OIL X GAS WELL	OTHER		7. UNIT AGREEMENT NAME
2. NAME OF OPERATOR			8. FARM OR LEASE NAME
Hixon De	velopment Company		Hunter Wash
P.O. Box 4. Location of Well See also space 17 h	1 10. FIELD AND POOL, OR WILDCAT Bisti Lower Gallup		
2250' FN	L, 330' FWL, Section 22-Ta	25N-R12W	11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA
			Section 22-25N-12W
14. PERMIT NO.		whether DF, RT, GR, etc.)	12. COUNTY OF PARISH 13. STATE
	6376'		San Juan NM
16.		dicate Nature of Notice, Report, o	or Other Data
	NOTICE OF INTENTION TO:	SUB	SEQUENT REPORT OF:
TEST WATER SHUT	[]	WATER SHUT-OFF	REPAIRING WELL
FRACTURE TREAT SHOOT OR ACIDIZE	MULTIPLE COMPLETE ABANDON*	FRACTURE TREATMENT SHOOTING OR ACIDIZING	ALTERING CASING ABANDONMENT*
REPAIR WELL	CHANGE PLANS	(Other)	
	ire a 6-month extension	X Completion or Rec	sults of multiple completion on Well ompletion Report and Log form.) ates, including estimated date of starting any
	st a six-month extension of for the purpose of drilling the Links of t	ng rig scheduling.	Je week who motion the Je weeks of the Je week
18. I hereby certify th	at the foregoing is true and correct	Petroleum Engineer	DATE 2-15-80
SIGNED (This speed for Fe			
APPROVED BY		Y.E	APPROVED
CONDITIONS OF	APPROVAL IF ANY		

APPROVED BY _______ CONDITIONS OF APPROVAL, IF ANY: oh Fort

*See Instructions on Reverse Side

MAR 20 1980

JAMES F. SIMS

DISTRICT OIL & GAS SUPERVISOR