

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

30-045-28199

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK

1a. TYPE OF WORK
 DRILL DEEPEN PLUG BACK

b. TYPE OF WELL
 OIL WELL GAS WELL OTHER SINGLE ZONE MULTIPLE ZONE

2. NAME OF OPERATOR
 Hixon Development Company

3. ADDRESS OF OPERATOR
 P. O. Box 2810, Farmington, NM 87499

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.)*
 At surface: 1625' FSL and 940' FWL
 At proposed prod. zone: Section 9 T25N R12W NMPM

14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE*
 23.4 miles southeast of Farmington, NM

15. DISTANCE FROM PROPOSED* LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. (Also to nearest dirg. unit line, if any)
 940'

16. NO. OF ACRES IN LEASE
 160.00

17. NO. OF ACRES ASSIGNED TO THIS WELL
 5 / 320

18. DISTANCE FROM PROPOSED* LOCATION TO NEAREST WELL, DRILLING COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT.
 450'

19. PROPOSED DEPTH
 1300'

20. ROTARY OR CABLE TOOLS
 Rotary

21. ELEVATIONS (Show whether DE, RT, GM, etc.)
 This action is subject to technical and procedural review pursuant to 43 CFR 3165.3 and appeal pursuant to 43 CFR 3165.4.
 6210' GLE

22. APPROX. DATE WORK WILL START*
 June 21, 1990

5. LEASE DESIGNATION AND SERIAL NO.
 a. 14-20-603-326
~~b. 14-20-603-1228~~

6. IF INDIAN, ALLOTTEE OR TRIBE NAME
 a. I Ni Pah
 b. Heirs of I Inh Nip Pah

7. UNIT AGREEMENT NAME

8. FARM OR LEASE NAME
 Bisti Coal 9 Com

9. WELL NO.
 2

10. FIELD AND POOL, OR WILDCAT
 Basin Fruitland Coal

11. SEC., T., R., M., OR SUB. AND SURVEY OR AREA
 L Sec 9, T25N, R12W

12. COUNTY OR PARISH
 San Juan

13. STATE
 New Mexico

23. PROPOSED CASING AND CEMENTING PROGRAM

SIZE OF HOLE	SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	QUANTITY OF CEMENT
8-3/4"	7"	20#	110'	60 sks (1.18 ft ³ /sk) cmt to surface
6-1/4"	4-1/2"	10.5#	1300'	140 sks cmt to surface (75 sks - 2.06 ft ³ /sk) (65 sks - 1.18 ft ³ /sk)

UNDRILLING OPERATIONS AUTHORIZED ARE SUBJECT TO CONDITIONS WITH ATTACHED "GENERAL REQUIREMENTS"

It is proposed to drill the subject Basin Fruitland Coal Well. It will be evaluated on the basis of open hole logs. Please see attached Onshore Oil and Gas Order No. 1 data.

RECEIVED
 SEP 04 1990
 OIL CON. DIV
 DIST. 3

IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen or plug back, give data on present productive zone and proposed new productive zone. If proposal is to drill or deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout preventer program, if any.

24. SIGNED John C. Corbett TITLE Vice President-Exploration DATE May 31, 1990
John C. Corbett
 (This space for Federal or State office use)

PERMIT NO. _____ APPROVAL DATE _____
 APPROVED BY _____ TITLE _____ DATE _____
 CONDITIONS OF APPROVAL, IF ANY:

etc

NMOCD

*See Instructions On Reverse Side

Submit to Appropriate
District Office
State Lease - 4 copies
Fee Lease - 2 copies

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-102
Revised 1-1-89

OIL CONSERVATION DIVISION
P.O. Box 2088
Santa Fe, New Mexico 87504-2088

DISTRICT I
P.O. Box 1980, Hobbs, NM 88240

DISTRICT II
P.O. Drawer DD, Artesia, NM 88210

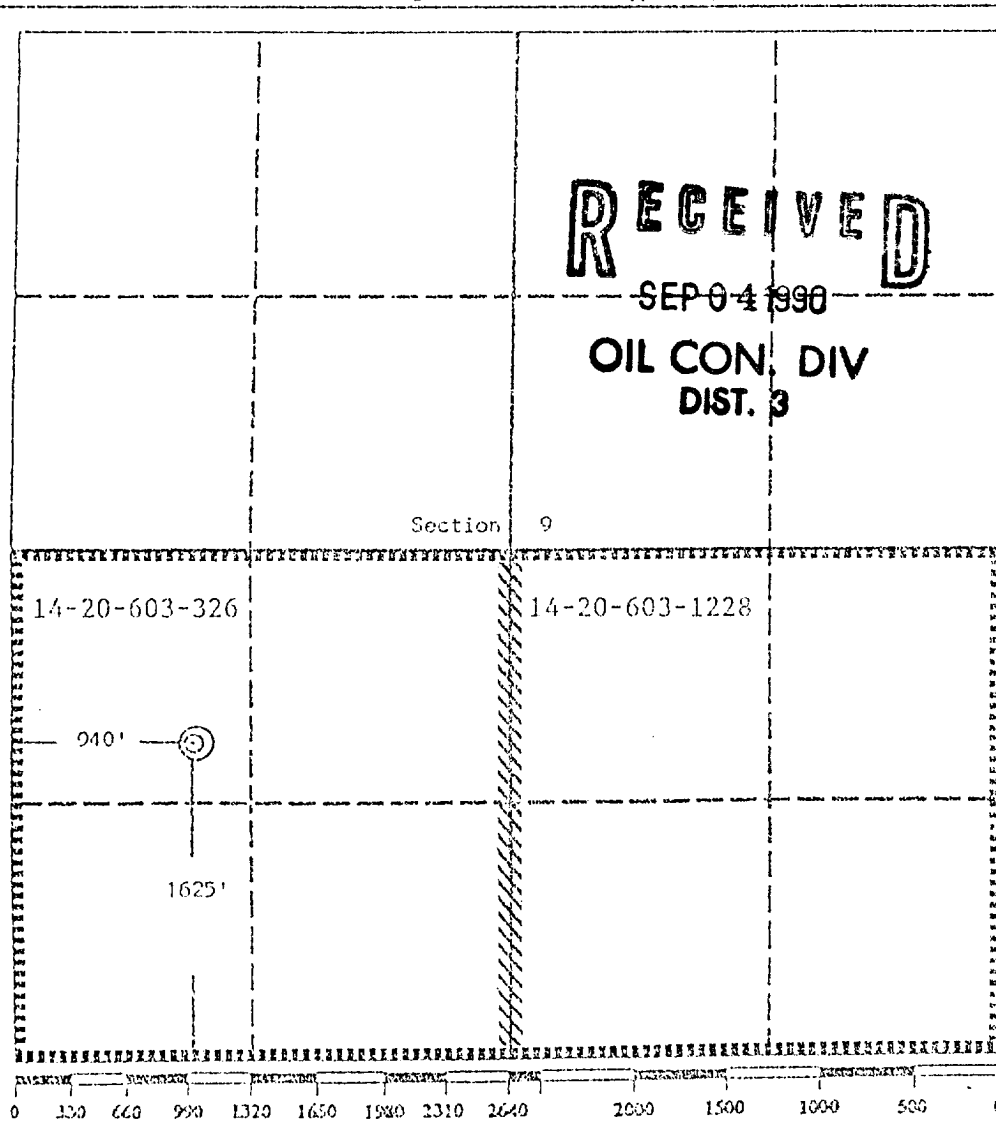
DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410

WELL LOCATION AND ACREAGE DEDICATION PLAT

All Distances must be from the outer boundaries of the section

Operator Hixon Development Company			Lease Bisti Coal 9 Com		Well No. 2
Unit Letter L	Section 9	Township 25 North	Range 12 West	County San Juan	
Actual Footage Location of Well: 1625 feet from the South line and 940 feet from the West line					
Ground level Elev. 6210	Producing Formation Fruitland	Pool Basin Fruitland Coal		Dedicated Acreage: 320 Acres	

- Outline the acreage dedicated to the subject well by colored pencil or hatchure marks on the plat below.
- If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
- If more than one lease of different ownership is dedicated to the well, have the interest of all owners been consolidated by communitization, unitization, force-pooling, etc.?
 Yes No If answer is "yes" type of consolidation Communitization
 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 interest, has been approved by the Division.



OPERATOR CERTIFICATION
I hereby certify that the information contained herein in text and complete to the best of my knowledge and belief.

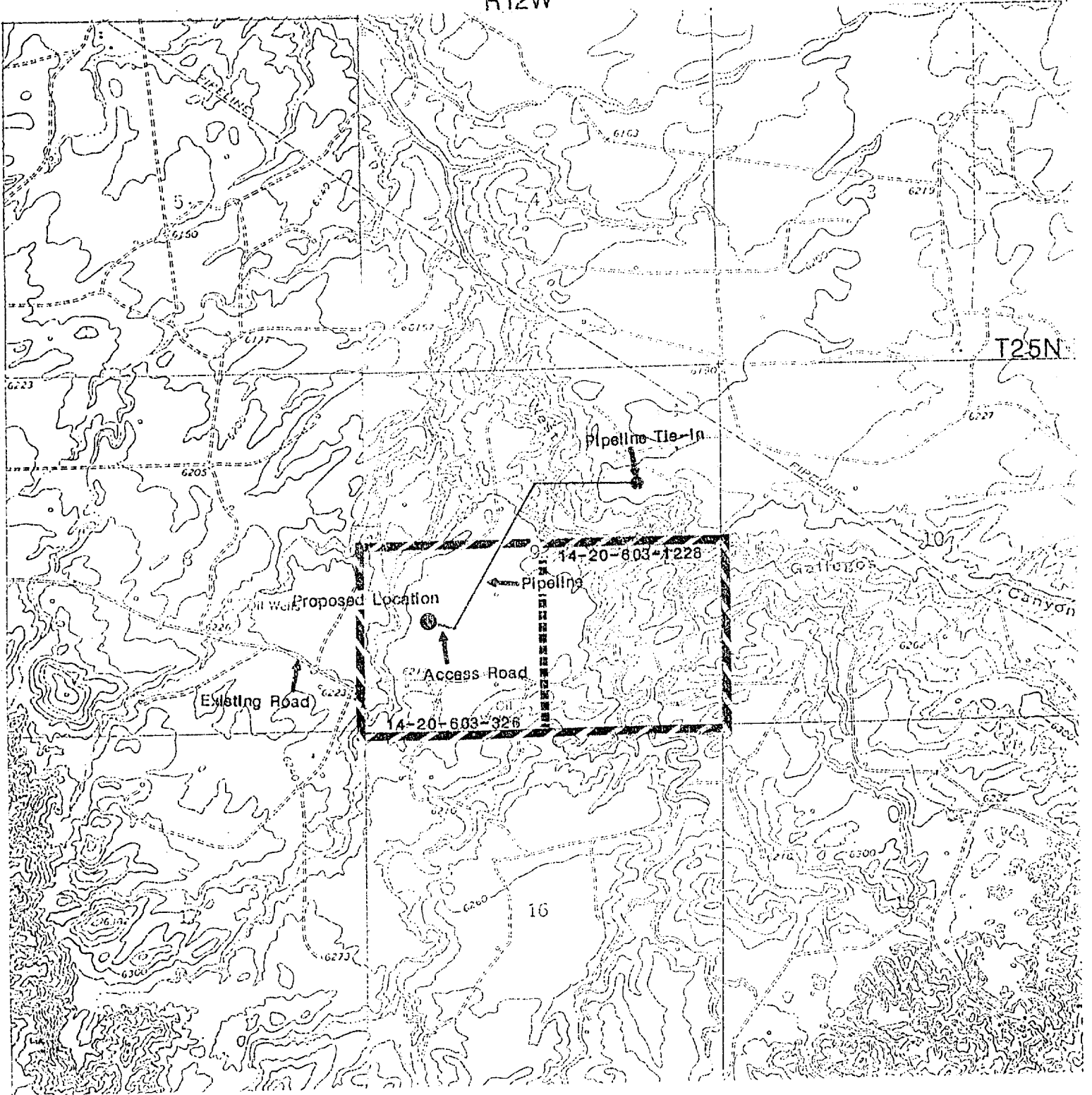
Signature: *John C. Corbett*
 Printed Name: John C. Corbett
 Position: Vice President-Exploration
 Company: Hixon Development Company
 Date: May 8, 1990

SURVEYOR CERTIFICATION
I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief.

Date Surveyed: April 23, 1990

Signature & Seal of Professional Surveyor: *Edgar L. Risenhoover*
 Seal: EDGAR L. RISENHOOVER, PROFESSIONAL SURVEYOR, STATE OF NEW MEXICO, No. 5972
 Name: Edgar L. Risenhoover

R12W



HIXON DEVELOPMENT COMPANY

Bisti Coal 9 Com No. 2
1625' FSL and 940' FWL
Section 9, T25N, R12W
San Juan County, New Mexico