### **UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT**

|                  | BUREAU OF LAND MAN   | INTERIOR AGEMENT $\mathcal{RF}_{\mathcal{L}}$ |
|------------------|--|---|
|                  | APPLICATION FOR PERMIT TO DRILL,   | AGEMENT RED<br>DEEPEN, OR PLUG BACK           |
|                  | 74 - 2107/1011 - 011 - 11111 - 0 - 11111 - 1   | SODECI  |
| a.               | Type of Work   | 5. Lease Number                               |
|                  | DRILL  | SF-079391 U70 FA                              |
|                  | The state of the s | SF-079391 070 FASA Unit Reporting Number      |
| b.               | Type of Well   | 6. If Indian, All. or Tribe                   |
|                  | GAS DIE  |   |
|                  | - IST 449 1 C  | 2 1993  |
| 2.               | Operator Parks 1   | 7. Unit Agreement Name                        |
|                  | RESOURCES Oil & Gas Company COL  | No Divo San Juan 27-5 Unit                    |
| 3.               | Address & Phone No. of Operator  | 8. Farm or Lease Name San Juan 27-5 Unit      |
|                  | PO Box 4289, Farmington, NM 87499  |   |
|                  | (505) 206 0700   | 9. Well Number<br>112M                        |
|                  | (505) 326-9700   | 11211   |
| 4.               | Location of Well   | 10. Field, Pool, Wildcat                      |
|                  | 665'FNL, 1655'FWL  | Blanco MV/Basin DK                            |
|                  |  | 11. Sec., Twn, Rge, Mer. (NMPM)               |
|                  | Latitude 36° 35'6", Longitude 107° 23'1"   | Sec. 8, T-27-N, R-5-W                         |
|                  |  | API # 30-039-                                 |
| 4.               | Distance in Miles from Nearest Town  | 12. County 13. State                          |
| , <del>,</del> , | 7 miles to Gobernador  | Rio Arriba NM                                 |
|                  |  |   |
| 15.              | Distance from Proposed Location to Nearest Property or   | Lease Line                                    |
| 16.              | 665' Acres in Lease  | 17. Acres Assigned to Well                    |
| 10.              | ACIES III LEASE  | W/320 W/2 320                                 |
|                  |  |   |
| 18.              | Distance from Proposed Location to Nearest Well, Drlg, C   | Compl, or Appliéd for on this Lease           |
| 40               | 1500' This action is subject to technical and Proposed Depth review pursuant to 43 CFR 3165.   | 3 20. Rotary or Cable Tools                   |
| 19.              | Proposed Depth action is subject to 43 CFR 3465.7852'  | Rotary  |
|                  | 7852' and appeal pursuant to 43 CFR 3165.4.  |   |
| 21.              | Elevations (DF, FT, GR, Etc.)  | 22. Approx. Date Work will Start              |
|                  | 6633 <b>′</b>  | DRILLING OPERATIONS AUTHORIZED ARE            |
|                  |  | SUBJECT TO COMPLIANCE WITH ATTACHED           |
| 23.              | Proposed Casing and Cementing Program  | "GENERAL REQUIREMENTS"                        |
|                  | See Operations Plan attached   |   |
|                  |  |   |
|                  | ( ) ( \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \  | 11 01 26                                      |
| 24.              | Authorized by: Alfred Malahula   | 11-24-98                                      |
|                  | Regulatory/Compliance Admini   | strator Date                                  |
| PERM             | IIT NO. APPR   | OVAL DATE MAR 1 0 1999                        |
|                  | /S/ Duane W Spancer Team land  |   |
|                  | IIT NO. APPR   |   |

Archaeological Report to be submitted

Threatened and Endangered Species Report to be submitted NOTE: This format is issued in lieu of U.S. BLM Form 3160-3

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or presentations as to any matter within its jurisdiction.

HOLD C104 FOR DAK. OTA NSL &

District I PO Box 1980, Hobbs, NM 88241-1980

District II PO Drawer OD, Artesia, NM 88211-0719

State of New Mexico Energy, Minerals & Natural Resources Department

Form C-102
Revised February 21, 1994
Instructions on back
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

OIL CONSERVATION DIVISION RECEIVED

District III 1000 Ric Brazos Ad., Aztec, NM 87410

PO Box 2088 Santa Fe, NM 87504-2088

93 DEC 14 PM 1:39 AMENDED REPORT

Certificate Number Cression

District IV PO Box 2088, Santa Fe, NM 87504-2088

2691.48'

WELL LOCATION AND ACREAGE DEDTOATION PLAT

|                    | API Numbe | r                         |                         | ²Pool Cod            | Р                          |                     |       | ³Pool Name                     | e                            |                             |   |
|--------------------|-----------|---------------------------|-------------------------|----------------------|----------------------------|---------------------|-------|--------------------------------|------------------------------|-----------------------------|---|
|                    |           |                           |                         |                      | nco Mesaverde/Basin Dakota |                     |       |                                |                              |                             |   |
| 30-039-            | <u> </u>  | 744                       | /231                    | .9//15               | Property                   |                     | ae/I  | basin                          | Dakut                        |                             | ll Number   |
|                    |           |                           |                         | :y Name<br>27-5 UNIT |                            |                     |       | 112M                           |                              |                             |   |
| 14538              | No.       |                           | BURLT                   | NGTON                | *Operator                  | Name<br>S OIL & GAS | COM   | 1PANY                          |                              | *Elevation<br>6633          |   |
| BONETI             |           |                           |                         |                      |                            |                     |       |                                |                              |                             |   |
|                    | Section   | Township                  | Range                   | Lot Idn              | Surface<br>Feet from the   | Location            | Foot  | from the                       | East/Ne                      | et line                     | County  |
| C C                |           |                           | 5W                      |                      | 665                        | NORTH               | 1655  |                                |                              | WEST AR                     |   |
|                    | <u> </u>  | 11 E                      | ottom                   | Hole L               | ocation I                  | f Different         | Fro   | m Surf                         | ace                          |                             |   |
| UL on lot no.      | Section   | Township                  | Range                   | Lot Idn              | Feet from the              | North/South line    | Feet  | from the                       | East/We                      | st line                     | County  |
|                    |           |                           |                         |                      |                            |                     |       |                                |                              |                             |   |
| MV-W/32<br>DK-W/32 |           | <sup>13</sup> Joint or In | fill <sup>14</sup> Cons | olidation Code       | <sup>35</sup> Order No.    |                     |       |                                |                              |                             |   |
| L                  |           | ILL BE ,                  | ASSIGNE                 | D TO TH              | IS COMPLETI                | ON UNTIL ALL        | INTE  | RESTS H                        | IAVE BE                      | EN CON                      | SOLIDATED   |
|                    |           | OR A                      | NON-S1                  | ANDARD               | UNIT HAS BE                | EN APPROVED         | BY TH | HE DIVI                        | SION                         |                             |   |
| 15                 |           | <del>- 1 -</del>          |                         | 15.32                |                            |                     |       |                                |                              |                             | FICATION  |
|                    |           | <u> </u>                  | .02.                    |                      |                            |                     |       | I hereby cert<br>true and comp | ify that the<br>plete to the | information<br>best of my k | contained herein is inowledge and belief                          |
|                    |           |                           |                         |                      | 1                          | 1                   |       |                                |                              | :                           |   |
| 16                 | 55'       | <del>  -</del>            | $\sim$                  |                      |                            |                     |       |                                |                              |                             | . !   |
| ' '                |           | 1001                      | M                       | - 11 _               |                            | I<br>I              |       | _                              |                              | _                           |   |
| 1.8 21             | a C       | 1/1/19 10                 | "》                      |                      | issued to<br>rrect loc     |                     |       | - Anda                         |                              | Record                      | huld  |
| 101-101            | E         | 1 180                     | DIN.                    |                      |                            |                     |       | Signatur                       | 4                            | <u>naa.</u>                 | aula  |
| 4 10               | MAR       | , , ,                     | W.                      |                      |                            | 1                   |       | Peggy                          |                              | fiald                       |   |
| 89   <i>   131</i> | <b>-</b>  | of first                  | Mr.                     |                      |                            |                     |       | Printed                        |                              | ricia                       |   |
|                    | OLU (     | Thorn &                   | <u>ئ</u> ز              |                      |                            |                     |       |                                |                              | Admin                       | nistrator   |
|                    | W/LL      | 10175 no                  |                         |                      |                            | !                   |       | Title                          |                              |                             |   |
|                    |           | !                         |                         |                      |                            |                     | Q     |                                |                              |                             |   |
|                    | NMSF-(    | 79391                     |                         | 0                    |                            |                     | 7.5   | Date                           |                              |                             |   |
| H —                |           |                           |                         | ð                    |                            |                     | 73    | 18 SURV                        | EYOR                         | CERTI                       | FICATION  |
|                    |           |                           |                         |                      |                            |                     | 537   | I hereby cent<br>was plotted t |                              |                             | on shown on this plat<br>I surveys made by me<br>same is true and |
|                    |           |                           |                         | - []                 |                            | 1                   | 7,    | correct to the                 | ng best of my                | y belief.                   |   |
|                    |           | 1                         |                         |                      |                            |                     | İ     | Revi                           | sed Nov                      | ember 10                    | ), 1998   |
|                    |           |                           |                         | - I                  |                            |                     |       |                                |                              | 1998                        |   |
| ·                  |           |                           |                         |                      |                            |                     |       | Date of                        | Survey                       |                             | ·   |
| 88                 |           | <u>. i</u> _              |                         | <del></del>          |                            | <del></del>         |       | Signature and                  | Seal of                      | OpED                        | W   |
| 18                 |           |                           |                         |                      |                            |                     |       | Signature and                  | /JE                          | NE                          | 70  |
| 26                 |           |                           |                         |                      |                            | 1                   |       |                                |                              | MEX                         | 6/8/  |

2673.00'

## OPERATIONS PLAN

Well Name: San Juan 27-5 Unit #112M

Location: 665'FNL, 1655'FWL, Sec 8, T-27-N, R-5-W

Rio Arriba County, NM Latitude  $36^{\circ}$  35'6'', Longitude  $107^{\circ}$  23'1''

Formation: Blanco Mesa Verde/Basin Dakota
Elevation: 6633'GL

| Formation Tops:       | <u>Top</u>    | Bottom .      | <b>Contents</b> |
|-----------------------|---------------|---------------|-----------------|
| Surface               | San Jose      | 2737'         |                 |
| Ojo Alamo             | 2737 <b>'</b> | 2943 <b>′</b> | aquifer         |
| Kirtland              | 2943'         | 3030 <b>′</b> | gas             |
| Fruitland             | 3030'         | 3424'         | gas             |
| Pictured Cliffs       | 3424'         | 3520 <b>'</b> | gas             |
| Lewis                 | 3520 <b>'</b> | 3964'         | gas             |
| Intermediate TD.      | 3620'         |               |                 |
| Mesa Verde            | 3964'         | 4384'         | gas             |
| Chacra                | 4384'         | 50 <b>91′</b> | gas             |
| Massive Cliff House   | 5091'         | 5289 <b>'</b> | gas             |
| Menefee               | 5289'         | 55 <b>85′</b> | gas             |
| Massive Point Lookout | 5585 <b>'</b> | 60 <b>96'</b> | gas             |
| Mancos                | 6096 <b>'</b> | 6779 <b>'</b> | gas             |
| Gallup                | 6779 <b>'</b> | 7530 <b>′</b> | gas             |
| Greenhorn             | 7530 <b>'</b> | 7588 <b>'</b> | gas             |
| Graneros              | 7588 <b>'</b> | 7704'         | gas             |
| Dakota                | 7704′         |               | gas             |
| TD (4 1/2"liner)      | 7852 '        |               |                 |

#### Logging Program:

Cased hole - CBL - TD to 200' above TOC, GR/CNL across MV/DK

#### Mud Program:

|                    |      |         | _     |            |
|--------------------|------|---------|-------|------------|
| Interval           | Type | Weight  | Vis.  | Fluid Loss |
| 0- 200             | Spud | 8.4-9.0 |       | no control |
| 200-3620'          | LSND | 8.4-9.0 | 30-60 | no control |
| 3620-7852 <b>'</b> | Gas  | n/a     | n/a   | n/a        |

Pit levels will be visually monitored to detect gain or loss of fluid control.

# Casing Program (as listed, the equivalent, or better):

| Hole Size | Depth Interval | Csg.Size | Wt.   | Grade |
|-----------|----------------|----------|-------|-------|
| 12 1/4"   | 0' - 200'      | 9 5/8"   | 32.3# | H-40  |
| 8 3/4"    | 0' - 3620'     | 7"       | 20.0# | J-55  |
| 6 1/4"    | 3520' - 7852'  | 4 1/2"   | 10.5# | K-55  |

#### Tubing Program:

0' - 7852' 2 3/8" 4.70# EUE

