Form 3160-5 (June 1990)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED Budget Bureau No. 1004-0135

Expires: March 31, 1993 5. Lease Designation and Serial No.

NM 11775

Do not use this form for proposals to dr	AND REPORTS ON WELLS ill or to deepen or reentry to a different reservoir.	6. If Indian, Allonee or Tribe Name
Use "APPLICATION FO	R PERMIT—" for such proposals	
SUBMIT IN TRIPLICATE		7. If Unit or CA, Agreement Designation
1. Type of Weil Oil Gas Weil Other		8. Well Name and No. Ross Federal (2)
2. Name of Operator 303/298-1400		9. API Well No.
J.K. EDWARDS ASSOCIATES,	INC. OGRID #011307	130-045-24307
3. Address and Telephone No.	2.00	10. Field and Pool, or Exploratory Area
1401-17TH STREET, SUITE	1400, DENVER CO 80202	WAW FITTING SOND PC
Location of Well (Footage, Sec., T., R., M., or Survey D. /520' FSL, /5.	escription) 20' FF./_	11. County or Parish, State
J Sec. 4, T26 N.	- RI3W, Unit J	San Juan, NM
CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPOR	RT, OR OTHER DATA
TYPE OF SUBMISSION	TYPE OF ACTION	
Notice of Intent	Abandonment	Change of Plans
Notice of Intent	Recompletion	New Construction
Subsequent Report	Plugging Back	Non-Routine Fracturing
	Casing Repair	Water Shut-Off
Final Abandonment Notice	Altering Casing	Conversion to Injection
	Other ROW Approval -	Dispose Water (Note: Report results of multiple completion on Well
	Production test Il pertinent details, and give pertinent dates, including estimated date of starting	Completion or Recompletion Report and Log (orm.)
ALSO, A PRODUCTION FEBRUARY 27, 1997 WI	D RESOLUTION OF THE AL PRODUCTS INDUSTRY MANAGEMENT E TEST WAS SCHEDULED FOR 8:00 A.M. THUTH THE BLM PRESENT. RESULTS OF THE TS THEY ARE AVAILABLE.	RSDAY,
14. I hereby certify that the foregoing is true and correct	Tile J. KEITH EDWARDS, PRES.	7 27 97
Signed	Tide J. KEITH EDWARDS, PRES.	Date
(This space for Federal or State office use)	A	CCEPTED FOUND
Approved by	Tide	MAR (± 1997
	s knowingly and willfully to make to any department or agency of the United	Since any false firmings or fraudulent statement
Title 18 U.S.C. Section 1001, makes it a crime for any person of representations as to any manner within its jurisdiction.		FARMINGTON DISTRICT OFFICE

RESOLUTION OF THE NAVAJO AGRICULTURAL PRODUCTS INDUSTRY MANAGEMENT BOARD

Recommending to the Resources Committee of the Navajo Nation Council to Approve
Four Sundry Notices for permission to construct a gas pipeline for J.K. Edwards
Associates Inc. On, Over and Across Navajo Indian Irrigation Project Lands, San Juan
County, New Mexico.

WHEREAS:

- 1. Pursuant to 5 N.T.C. 1604 (1) the Navajo Agricultural Products Industry Management Board has the authority and responsibility for the management and operation of the Navajo Agricultural Products Industry (NAPI), a wholly owned agribusiness enterprise of the Navajo Nation; and
- 2. J.K. Edwards Associates Inc., 7415 E. Main, Farmington New Mexico, 87401 has submitted four (4) Sundry Notices for Permission to immediately lay a temporary 2 inch poly pipeline on the surface for water and gas between four gas wells and follow with a 2 inch permanent underground installation on, over and across lands within the Navajo Indian Irrigation Project (NIIP) described as:
 - a. Dome Federal #4, 1830 feet FNL, 1690 feet FEL, Section 17, T27N, R13W, NMPM, San Juan County, New Mexico, consisting of a pipeline 3,000 feet in length (Sundry Notice and map attached hereto as NAPI Attachment 1).
 - b. Ross Federal #1, 990 feet FNL, 1190 feet FEL, Section 4, T26N, R13W, NMPM, San Juan County, New Mexico, consisting of a pipeline 4,500 feet in length (Sundry Notice and map attached hereto as NAPI Attachment 2).
 - c. Ross Federal #2, 1520 feet FSL, 1520 feet FEL, Section 4, T26N, R13W, NMPM, San Juan County, New Mexico, consisting of a pipeline 4,670 feet in length (Sundry Notice and map attached hereto as NAPI Attachment 3).
 - d. Amour Federal ##, 970 feet FEL, 1350 feet FEL, Section 4, T26N, R13W, 2000' NMPM, San Juan County, New Mexico, consisting of a a pipeline 4,670 feet in length (Sundry Notice and map attached hereto as NAPI Attachment 4).

3. The NAPI Management Board has reviewed the four Sundry Notices for Permission to lay a temporary and permanent two inch water and gas lines within the NIIP lands in consideration of the ongoing development activities, safety, and environmental concerns.

NOW, THEREFORE, BE IT RESOLVED THAT:

- 1. In consideration of the safety, environmental and ongoing development activities on the NIIP lands, The NAPI Management Board hereby recommends the approval of the four Sundry Notice as described herein to the Resources Committee of the Navajo Nation Council for J.K. Edwards Associates Inc. to construct only the permanent 2 inches diameter gas lines as indicated on the NAPI Attachment 1,2,3,and 4 for a period of 10 years.
- 2. J.K. Edwards Associates Inc. will have the option to renew the four Sundry Notice for an additional 10 year period subject to review and renegotiation of the terms and conditions of the Sundry Notice by NAPI Management Board.
- 3. The NAPI Management Board further recommends that the Resources Committee of the Navajo Nation Council include the NAPI stipulations attached hereto as NAPI Attachment 5.
- 4. The NAPI Management Board further provides that the approval of the four Sundry Notice, as described herein, shall commence within 12 months from the date of final approval, otherwise, this grant of approval shall be null and void.

CERTIFICATION

I hereby certify that the foregoing resolution was duly considered by the Management Board of Navajo Agricultural Products Industry at a duly called meeting at Farmington, New Mexico, at which a quorum was present and that same was passed by a vote of _ in favor and, _ opposed and _ abstained, this 26th day of February, 1997.

Motion:

Second:

Aproved

Duane H. Yazzie, Chairman NAPI Management Board