SUBMIT IN TRIPLICATE*

(Other Instructions on reverse side)

Form approved. Budget Bureau No. 42-R1425.

UNITED STATES
DEPARTMENT OF THE INTERIOR

i	UNII DEPARTMENT	OF THE		OR	reverse aid	e)	30-045-34562 5. LEASE DENIGNATION AND SERVING
		GICAL SURV					SF -078430
APPLICATION F	OR PERMIT T	O DRILL, I	DEEPEN	I. OR P	LUG BA	ACK	6. IF INDIAN, ALLOTTEE OR TRIBE NAMI
a. TYPE OF WORK							N/A 7. UNIT AGREEMENT NAME
DRILL DRILL	₹ X	DEEPEN		PLU	JG BAC	Κ⊔	N/A
OIL GAS WELL	XX OTHER		SING		MULTIPL Zone		8. FARM OR LEASE NAME
NAME OF OPERATOR							Newsom A
Supron Energy Co	orporation c					· · · · · · · · · · · · · · · · · · ·	9. WELL NO.
	w S+o 210	The Lakes					#10 10. FIELD AND POOL, OR WILDCAT %
17400 Dallas Pkw	y, Ste. 210, t location clearly and	in accordance wi	th any Stat	/ DZDZ te requiremen	nts.*)		Ballard Pictured Cli
At surface	1070' FSL	& 1850' F	EL (SW	SE)			11. SEC., T., R., M., OR HLK.
At proposed prod. zone			`	,			AND SURVEY OR AREA
same						·	Sec. 10 T26N R8W
DISTANCE IN MILES AND			T OFFICE.				12. COUNTY OR PARISH 13. STATE
23.1 miles South		New Mexico	16. No. c	F ACRES IN	LEASE	17. NO. 6	San Juan New Mexi
LOCATION TO NEAREST PROPERTY OR LEASE LINE,	FT,	1070'		2480		T0 T	HIS WELL.
(Also to nearest drlg. un DISTANCE FROM PROPOSED	LOCATION®		19. PROP	OSED DEPTH			OO CABLE TOOLS
TO NUAREST WELL, DRILLI OR APPLIED FOR, ON THIS LE				3000'		Ro	otary
ELEVATIONS (Show whether	DF, RT, GR, etc.)		·				22. APPROX. DATE WORK WILL START
		6	897' GI	₹			August 30,1980
	P	ROPOSED CASI	NG AND C	EMENTING	PROGRA	M	
SIZE OF HOLE	SIZE OF CASING	WEIGHT PER F	00т	SETTING D	ЕРТН		QUANTITY OF CEMENT
	-5/8" new	24# K-55		200'			e Stage - Circulate
6-1/4" 2-		6.5# CW-55		3000'		to sur	rface To edministrativ e
J	1,011EU	8 Rd.					© UTR 290.
The The The The The ' Acce	arranted and eeded, and percent and El Ten-Point Co Blowout Preventess Road Mapsius Map of Fill Pad Layout Rig Layout Cordeepen directions	run 2-7/8" rforate an evation Pl mpliance P enter Diag Requiremen to Locati eld , Producti	casing d stime at rogram ram ts for on on Fac	g if proulate as A.P.D. ilities g back, give subsurface to	& Cut-	Fill (Cross-Section
(This space for Federal o		***			-		\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\
PERMIT NO			A1	PPROVAL DATE	:		
APPROVED BY CONDITIONS OF APPROVAL, I	amsbj	Ті	TLE			***************************************	DATE
		*See Instr	uctions C	n Reverse	Side		
oh 3	r~^	· · ·	7.10CC				



NEW MEXICO OIL CONSERVATION COMMISSION WELL LOCATION AND ACREAGE DEDICATION PLAT

EXHIBIT "A"

Form C-10? Supersedes C-12# Lifective 1-1-65

All distances must be from the outer boundaries of the Section. 4 erator Supron Energy Corporation SF-078430 Newson Al 8 West Juan San tual Footage Location of Well; 1070 wet from the South 1850 feet from the East line and itound Level Elev. Producing Formatton Ballard Pictured Cliffs Pictured Cliffs 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 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 Commis-CERTIFICATION I hereby certify that the information contained herein is true and complete to the Name George Lapaseotes V. Pres. Powers Elevation Agent Consultant for Supron Energy Corporation <u>August 26, 1980</u> 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

2000

1600

1000

EXHIBIT_"B"

TEN-POINT COMPLIANCE PROGRAM

OF NTL-6 APPROVAL OF OPERATIONS

Attached to Form 9-331C Supron Energy Corporation Newsom A #10 SW SE Sec. 10 T26N R8W 1070' FSL & 1850' FEL San Juan County, New Mexico

1. The Geologic Surface Formation

The surface formation is the Wasatch.

Estimated Tops of Important Geologic Markers

Ojo Alamo	1253'
Kirtland	1753'
Fruitland	2153'
Pictured Cliffs	2733'

Total Depth 3000'

3. Estimated Depths of Anticipated Water, Oil, Gas or Minerals

Ojo Alamo	1253'	Water
Kirtland	1753'	Water
Fruitland	2153'	Water
Pictured Clijfs	2733'	Gas

4. The Proposed Casing Program

HOLE SIZE INTERVAL		SECTION L!NGTH	SIZE (00)	WEIGHT, GRADE & JOINI	NEW OR USED
12- 1/4"	0 - 200'	200'	8-5/8"	24# K-55 ST&C	New
6- 1/4"	0 - 3000'	30 0 0'	2 - 7/8"	6.5# CW-55 8 Rd.	New

Cement Plans: Single Stage - Circulate to surface.

5. The Operator's Minimum Specifications for Pressure Control

EXHIBIT "C" is a schematic diagram of the blowout preventer equipment. The BOP's will be hydraulically tested to half of working pressure after nippling up and after any use under pressure. Pipe rams will be operationally checked each 24-hour period, as will blind rams each time pipe is pulled out of the hole. Such checks of BOP will be noted on daily drilling reports.

Accessories to BOP will include a floor safety valve, drill string BOP and choke manifold with pressure rating equivalent to the BOP stack.

6. The Type and Characteristics of the Proposed Circulating Muds

Mud system will be fresh water gel with adequate stocks of sorptive agents on site to handle possible spills of fuel and oil on the surface. Heavier muds will be on location to be added if pressure requires.

DEPTH	TYPE	WEIGHT #/gal.	VISCOSITY-sec./qt.	FLUID LOSS cc
0-200' 200'-TD	Natural Mud Fresh Water gel	8.4 - 9.5	3 5-4 5	Less than 10

7. The Auxiliary Equipment to be Used

- (a) A kelly cock will be used.
- (b) A float will be used at the bit.
- (c) Neither a mud logging unit nor a gas detecting device will be monitoring the system.
- (d) A stabbing valve will be on the fluor to be stabbed into the drill pipe when kelly is not in the string.

8. The Testing, Logging and Coring Programs to be Followed

- (a) No DST's are anticipated.
- (b) The logging program will consist of an IES and a GR density over selected intervals. Other logs will be determined at well site to best evaluate any shows.
- (c) No coring is anticipated.
- (d) Stimulation procedures will be determined after evaluation of logs. If treatment is indicated, appropriate Sundry Notice will be submitted.

9. Any Anticipated Abnormal Pressures or Temperatures

No abnormal pressures of temperatures have been noted or reported in wells drilled in the area nor at the depths anticipated in this well.

No hydrogen sulfide or other hazardous fluids or gases have been found, reported or known to exist at these depths in the area.

10. Anticipated Starting Date and Duration of the Operations

The anticipated starting date is set for August 30, 1980, or as soon as possible after examination and approval of drilling requirements. Operations should be completed within 5 days after spudding the well and drilling to casing point.

EXHIBIT "D"

MULTI-POINT REQUIREMENTS TO ACCOMPANY A.P.D.

Attached to Form 9-331C Supron Energy Corporation Newsom #A-10 SW SE Sec. 10 T26N R8W 1070' FSL & 1850' FEL San Juan County, New Mexico

1. Existing Roads

- A. The proposed well site and elevation plat is shown as EXHIBIT "A".
- B. The distance from Blanco, New Mexico, is 23.1 miles. From the Blanco Post Office, go East on State Highway #17 a distance of 0.8 mile; thence take CR A-80 Southeasterly 16.2 miles to Hollis Pass; thence take Hollis Pass Road South 6.1 miles to location, as shown on EXHIBITS "E.
- C. All roads to location are color-coded on EXHIBITS "E" & "E $_1$ ". No new access road is required.
- D. N/A
- E. This is a development well. All existing roads within a one-mile radius are shown on EXHIBIT "E".
- F. The existing roads need no improvement. The grade does not exceed 6%.

2. Planned Access Roads

No new access road is required. Access to the location is on existing roads.

Location of Existing Wells

For all existing wells within a one-mile radius of development well, see $\overline{\text{EXHIBIT "F"}}$.

- (1) There are no water wells within a one-mile radius of this location.
- (2) There is one abandoned well in this one-mile radius.
- (3) There are no temporarily abandoned wells.
- (4) There are no disposal wells.

- (5) There are no wells presently being drilled.
- (6) There are five producing wells within this one-mile radius.
- (7) There is one shut-in well. (A Supron well, approximately 125' North, will be shut in while drilling the Newsom #A-10.)
- (8) There are no injection wells.
- (9) There are no monitoring or observation wells for other uses.

4. Location of Existing and/or Proposed Facilities

- A. Within a one-mile radius of location, the following existing facilities are owned or controlled by lessee/operator:
 - (1) Tank Batteries: Supron has active wells in the area.
 - (2) Production Facilities: Same as #(1).
 - (3) Oil Gathering Lines: None
 - (4) Gas Gathering Lines: Same as #(1).
 - (5) Injection Lines: None
 - (6) Disposal Lines: None
- B. If production is obtained, new facilities will be as follows:
 - (1) Production facilities will be located on the drill pad, as shown on EXHIBIT "G".
 - (2) All well flow lines will be buried and will be on the well site and battery site.
 - (3) Facilities will be 250 feet long and 150 feet wide.
 - (4) All construction materials for battery site and pad will be obtained from site. No additional material from outside sources is anticipated.
 - (5) Any necessary pits will be fenced and flagged to protect livestock and wildlife.
- C. Rehabilitation, whether well is productive or dry, will be made on all unused areas in accordance with B.L.M. stipulations.

5. Location and Type of Water Source

A. The source of water will the the San Juan River, 23 miles Northwest of the location, as shown on EXHIBIT "E".

- B. Water will be transported by truck over existing roadways.
- C. No water well is to be drilled on this lease.

6. Construction Materials

- A. No construction materials are needed for drilling and access roads into the drilling location unless production is obtained. The surface soil materials will be sufficient or will be provided by the Dirt Contractor as needed.
- B. No construction materials will be taken off Federal land.
- C. All surface soil materials for construction of access roads are sufficient.
- D. All major access roads presently exist, as shown on EXHIBIT " E_1 ".

7. Handling of Waste Materials and Disposal

- (1) Drill cuttings will be buried in the reserve pit.
- (2) Drilling fluids will be handled in the reserve pit.
- (3) Any fluids produced during drilling test or while making production test will be collected in a test tank. If a test tank is not available during drilling, fluids will be handled in reserve pit. Any spills of oil, gas, salt waters or other noxious fluids will be cleaned up and removed.
- (4) Chemical facilities will be provided for human waste.
- (5) Garbage and non-flammable waste and salt and other chemicals produced during drilling or testing will be handled in trash pit. Flammable waste will be disposed of in burn pit. Drill fluids, water, drilling mud and tailings will be kept in reserve pit, as shown on EXHIBIT "H". The trash and/or burn pit will be totally enclosed with small mesh wire to prevent wind scattering trash before being burned or buried. Reserve pit will be fenced on three sides and the fourth side fenced upon removal of the rig.
- (6) After the portable rig moves out, all materials will be cleaned up, and no adverse materials will be left on location. Any dangerous open pit will be fenced during drilling and kept closed until such time as the pit is leveled.

8. Ancillary Facilities

No air strip, camp or other facilities will be built during drilling of this well.

9. Well Site Layout

- (1) EXHIBIT "G" is the Drill Pad Layout as staked, with elevations, by Powers Elevation of Durango, Colorado. Cuts and fills have been drafted to visualize the planned cut across the location spot and to the deepest part of the pad. Topsoil will be stockpiled per B.L.M. specifications, determined at time of pre-drill inspection.
- (2) EXHIBIT "H" is a plan diagram of the proposed portable rig and equipment, reserve pit, trash/burn pit, pipe racks and mud tanks. No permanent living facilities are planned. There will be a trailer on site.
- (3) EXHIBIT "G" is a diagram showing the proposed production facilities layout.
- (4) The reserve pits will not be lined.

10. Plans for Restoration

- (1) Backfilling, leveling and contouring are planned as soon as all pits have dried. Waste disposal and spoils materials will be buried or hauled away immediately after drilling is completed. If production is obtained, the unused area will be restored as soon as possible.
- (2) The soil banked material will be spread over the area. Revegetation will be accomplished by planting mixed grasses as per formula provided by the B.L.M. Revegetation is recommended for road area, as well as around drill pad.
- (3) Three sides of the reserve pit will be fenced during drilling operations. Prior to rig release, the reserve pit will be fenced on the fourth side to prevent livestock or wildlife from becoming entrapped; and the fencing will be maintained until leveling and cleanup are accomplished.
- (4) If any oil is on the pits and is not immediately removed or burned after operations cease, the pit containing the oil or other adverse substances will be flagged overhead or covered with wire mesh.
- (5) The rehabilitation operations will begin immediately after the drilling rig is removed. Removal of oil or other adverse substances will begin immediately or area will be flagged and fenced. Other cleanup will be done as needed. Planting and revegetation is considered best in Fall 1981, unless requested otherwise.

11. Other Information

(1) The soil is a sandy loam. The area is covered with cactus, juniper, cedar and native grasses. There are reptiles, rabbits, and deer in the area. The location is partially on an existing well

pad. The reserve pit is on a small bench immediately above a steep escarpment.

- (2) The primary surface use is for grazing. The surface is owned by the U.S. Government.
- (3) The closest live water is the San Juan River, 23 miles Northwest of the location, as shown on EXHIBIT "E".

The closest occupied dwelling is located 3.5 miles Northwest of the location, as shown on $EXHIBIT "E_1"$.

There are no known archaeological, historical, or cultural heritages that will be disturbed by this drilling.

- (4) There are no reported restrictions or eservations noted on the oil and gas lease.
- (5) Drilling is planned for on or about August 30, 1980. It is anticipated that the casing point will be reached within five days after commencement of drilling.

12. Lessee's or Operator's Representative

George Lapaseotes
Agent Consultant for
Supron Energy Corporation
600 South Cherry Street
Suite 1201
Denver, Colorado 80222
Phone (303) 321-2217

Jerry L. Lee Supron Energy Corporation c/o Gordon L. Llewellyn 17400 Dallas Parkway Suite 210 The Lakes at Bent Tree Dallas, Texas 75252 Phone (214) 385-9100

13. Certification

I hereby certify that I, or persons under my direct supervision, have inspected the proposed drillsite 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 Supron Energy Corporation and its contractors and subcontractors in conformity with this plan and the terms and conditions under which it is approved.

Y-27-80

George/Lapaseotes
Agent Consultant for
Supron Energy Corporation

Date

