

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY

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

Southland Royalty Company

3. ADDRESS OF OPERATOR

P. O. Drawer 570, Farmington, New Mexico 87401

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.*)

At surface

N 790' FSL & 1700' FWL

At proposed prod. zone

14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE*

10 miles east of Blanco, New Mexico

15. DISTANCE FROM PROPOSED*

LOCATION TO NEAREST
PROPERTY OR LEASE LINE, FT.
(Also to nearest drlg. unit line, if any)18. DISTANCE FROM PROPOSED LOCATION*
TO NEAREST WELL, DRILLING, COMPLETED,
OR APPLIED FOR, ON THIS LEASE, FT.

16. NO. OF ACRES IN LEASE

19. PROPOSED DEPTH

3299'

17. NO. OF ACRES ASSIGNED
TO THIS WELL

160

20. ROTARY OR CABLE TOOLS

Rotary

21. ELEVATIONS (Show whether DF, RT, GR, etc.)

6417' GR

22. APPROX. DATE WORK WILL START*

January 15, 1979

23.

PROPOSED CASING AND CEMENTING PROGRAM

SIZE OF HOLE	SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	QUANTITY OF CEMENT
12-1/4"	8-5/8"	24#	120'	99 cu. ft.
6-3/4"	2-7/8"	6.5#	3299'	336 cu. ft.

Surface formation is San Jose.

Top of Ojo Alamo sand is at 2199'.

Fresh water mud will be used to drill from surface to total depth.

It is anticipated that an IES and a Gamma Ray Density log will be run at total depth.

No abnormal pressures or poisonous gases are anticipated in this well.

It is expected that this well will be drilled before April 15, 1979. This depends
on time required for approvals, rig availability and weather.

Gas is dedicated.

RECEIVED
DEC 14 1978
U. S. GEOLOGICAL SURVEY
FARMINGTON, N. M.RECEIVED
DEC 18 1978
OIL CON. COM.
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

(This space for Federal or State office use)

TITLE

District Production Manager

DATE

December 12, 1978

PERMIT NO.

APPROVAL DATE

APPROVED BY

TITLE

DATE

CONDITIONS OF APPROVAL, IF ANY:

ok Frank

NMOC

*See Instructions On Reverse Side

NEW MEXICO OIL CONSERVATION COMMISSION
WELL LOCATION AND ACREAGE DEDICATION PLAT

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

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

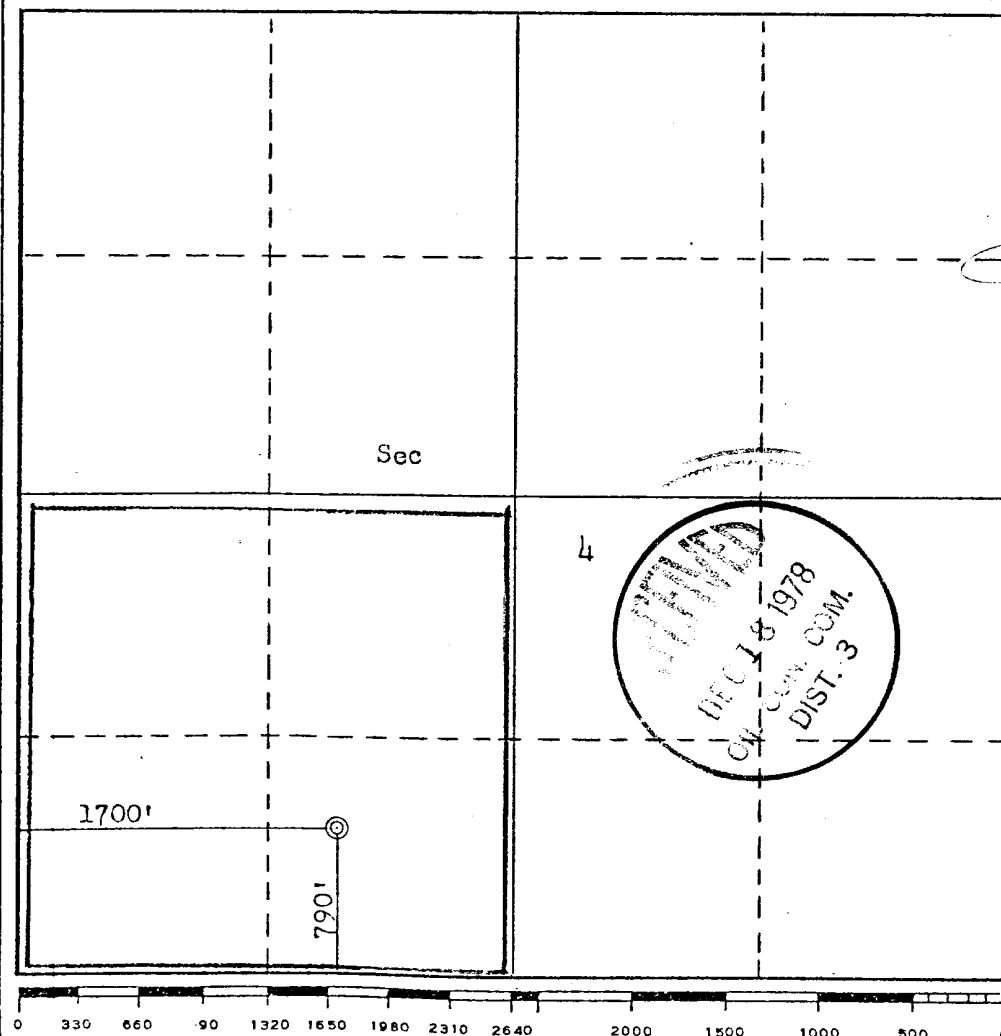
Operator SOUTHLAND ROYALTY COMPANY			Lease HILL		Well No. 4
Unit Letter N	Section 4	Township 29N	Range 8W	County San Juan	
Actual Footage Location of Well: 790 feet from the South line and 1700 feet from the West line					
Ground Level Elev. 6417	Producing Formation Pictured Cliffs		Pool Blanco ext	Dedicated Acreage: 160 Acres	

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?

☐ Yes ☐ No 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.) _____

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 best of my knowledge and belief.

Name [Signature]
Position
District Production Manager
Company
Southland Royalty Company
Date
December 12, 1978

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
November 16, 1978
Registered Professional Engineer
and/or Land Surveyor
[Signature]
Certificate No. 3950
KERR, J.

DRILLING SCHEDULE - HILL #4

Location: 790' FSL & 1700' FWL, Section 4, T29N, R8W
San Juan County, New Mexico

Field Blanco Pictured Cliffs

Elevation: 6417' GR

Geology:

Formation Tops:	Ojo Alamo	2199'
	Fruitland	2789'
	Pictured Cliffs	3119'
	Total Depth	3299'

Logging Program: IES and GR-Density at total depth.

Coring Program : None

Natural Gauges : None

Drilling

Contractor:

Tool Pusher:

SRC Representative:

SRC Answering Service: 325-1841

Dispatch Number: 325-7391

Mud Program:

Fresh water mud from surface to total depth.

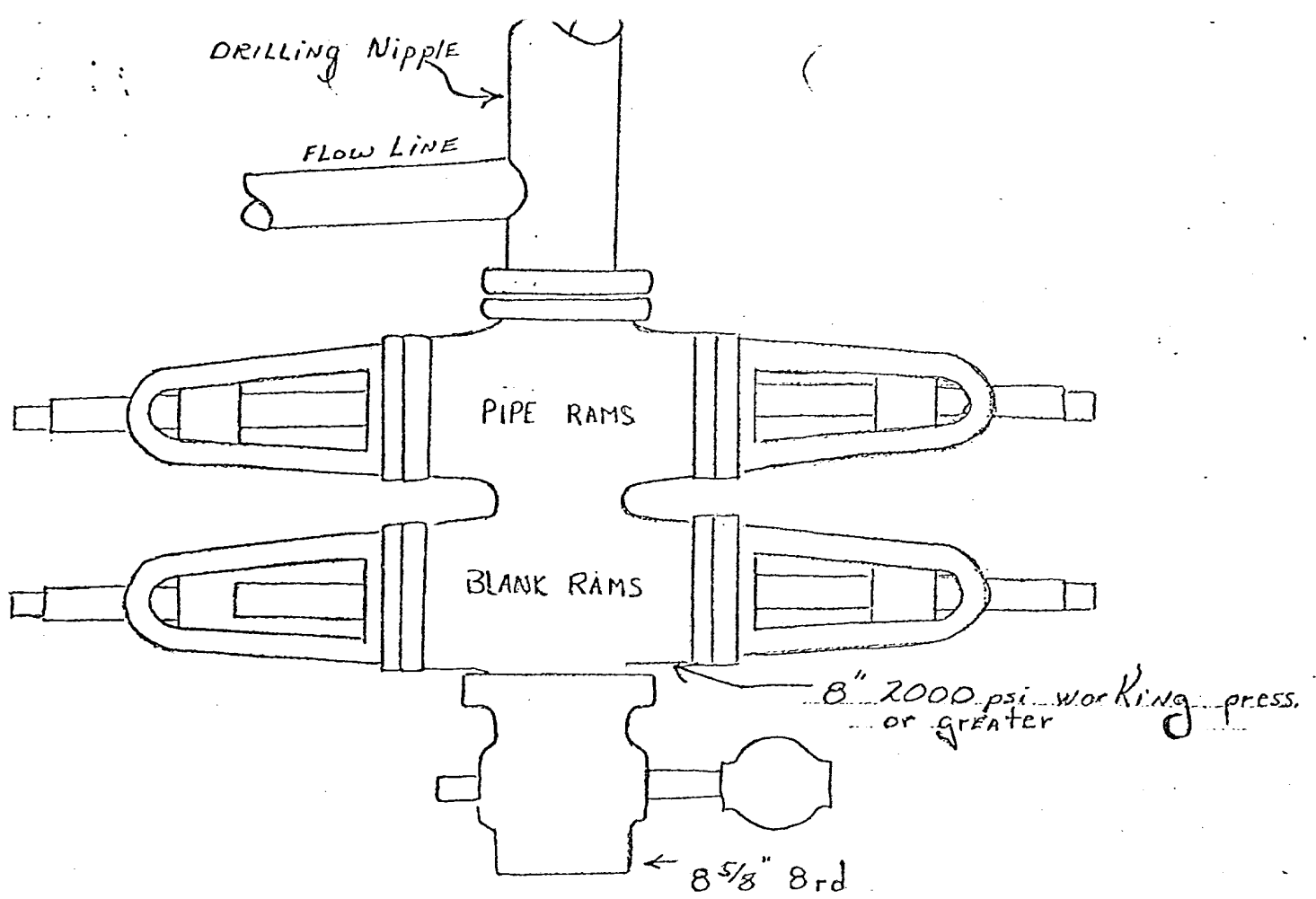
Materials

Casing Program:	<u>Hole Size</u>	<u>Depth</u>	<u>Casing Size</u>	<u>Wt. & Grade</u>	
	12-1/4"	120'	8-5/8"	24#	K-55
	6-3/4"	3299'	2-7/8"	6.5#	K-55

Cementing

8-5/8" Surface Casing: 99 cu. ft. (85 sxs) Class "B" with 1/4# gel
flake per sx and 3% CaCl₂. (100% excess)

2-7/8" Production Casing: 336 cu. ft. (186 sxs) of 50/50 Class "B" Poz
with 6% gel mixed with 7.2 gals water per sx to
weigh 12.85 ppg. Tail in with 50 sxs Class "B"
with 2% CaCl₂. If lost circulation occurs add
1/4 cu. ft. fine gilsonite per sack. (50% excess
to cover Ojo Alamo)



Preventers and spools are to have
through bore of 8" - 2000# or larger.



Southland Royalty Company

United States Geological Survey
P. O. Box 959
Farmington, New Mexico 87401

Attention: Mr. P. T. McGrath

Dear Sir:

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 be performed by Southland Royalty Company and its contractors and subcontractors in conformity with this plan and the terms and conditions under which it is approved.

Date: December 12, 1978

Name: CC Parsons

Title: District Engineer



Southland Royalty Company

December 12, 1978

United States Geological Survey
P. O. Box 959
Farmington, New Mexico

Attention: Mr. P. T. McGrath

Dear Sir:

Enclosed please find map showing existing roads and planned access roads to Southland Royalty Company's Hill #4 well. The locations of tank batteries and flow lines will be on location with well. A burn pit will be provided for disposal of trash. Cuttings, drilling fluid and produced fluids will be put into the reserve pit and properly disposed of depending on amount and type of fluids.

Contractor will furnish restroom facilities on location.

There will be no air strips or camps.

Also, enclosed is a location layout showing approximate location of rig, pits and pipe racks and cut required to build this location.

Water supply will be the Blanco Ditch. All water will be transported by truck and stored on location.

The location will be restored according to Bureau of Land Management standards. This work will begin when all related construction is finished.

Mr. Max Larson will be Southland Royalty Company's field representative supervising these operations.

Yours truly,

L. O. Van Ryan
District Production Manager

LOVR/dg



Southland Royalty Company

December 12, 1978

United States Geological Survey
P. O. Box 959
Farmington, New Mexico

Attention: Mr. P. T. McGrath

Re: Blowout Preventer Plan

Dear Sir:

All drilling and completion rigs will be equipped with 8" or larger double gate hydraulic blowout preventers and a hydraulic operated closing unit with steel lines.

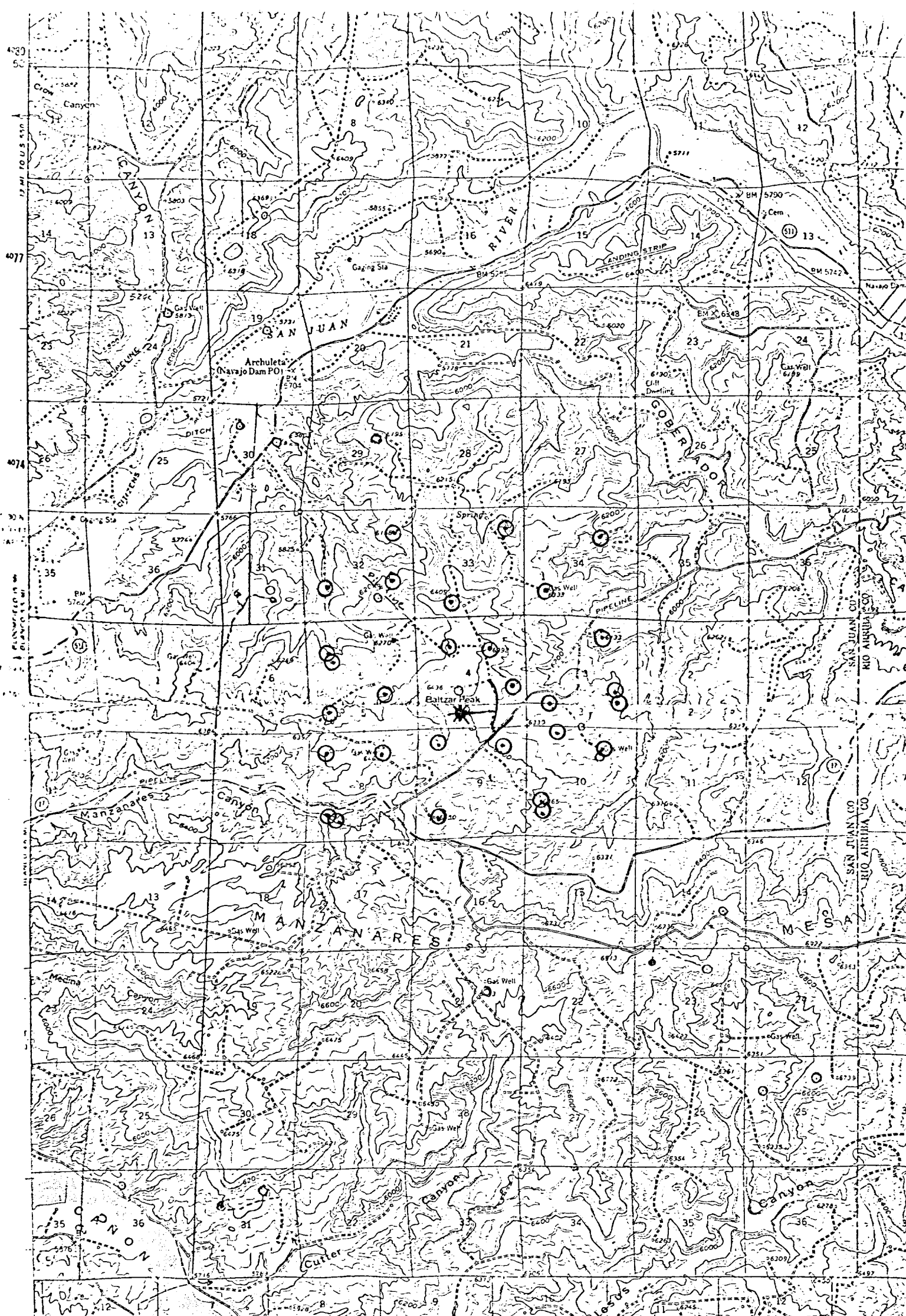
The preventer is 3000# working pressure and 6000# test.




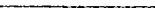
All crews will be thoroughly trained in the operation of this preventer. The preventer will be tested frequently enough to insure proper operation.

Yours truly,

L. O. Van Ryan
District Production Manager

LOVR/dg



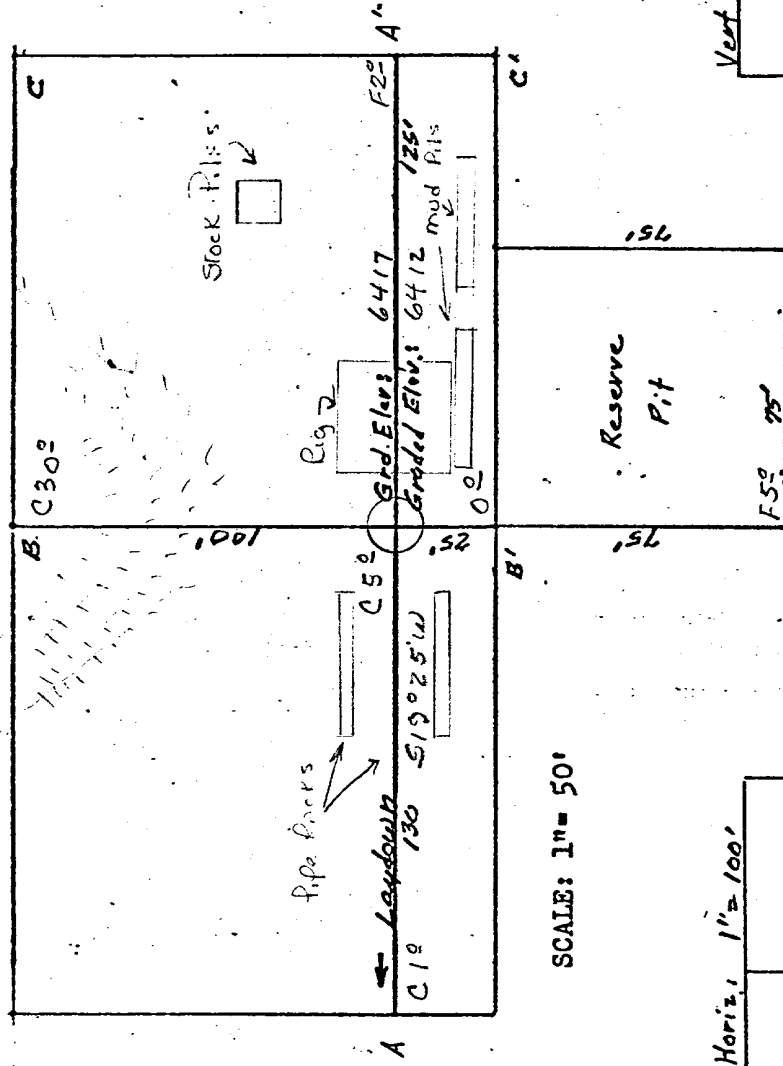
PROPOSED LOCATION 
 EXISTING LOCATIONS 
 PROPOSED ROAD 
 EXISTING ROADS 

Vicinity Map for
 SOUTHLAND ROYALTY CO. #4 HILL
 790' FSL 1700' FWL Sec 4-T22N-R8W
 SAN JUAN COUNTY, NEW MEXICO

790'FSL 1700'FWL Sec 4-T29N-R5W San Juan County, New Mexico

SOUTHLAND ROYALTY CO. #4 HILL

790'FSL 1700'FWL Sec 4-T29N-R5W San Juan County, New Mexico



SCALE: 1" = 50'

Vert. 1"=40'	A-A'	to Horiz. 1"=100'
6430		
6420		
6410		
6400		

6430		
6420		
6410		
6400		

[illegible]

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KERR LAND SURVEYING

Date: 11-16-78

1691
9n.194
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