SUBMIT IN TRIPLICATE.

(Other instructions on reverse side)

Form approved. Budget Bureau No. 42-R1425.

UNITED STATES

30-039-22541

DEPARTMENT OF THE INTERIOR							5. LEASE DESIGNATION AND SERIAL NO.			
GEOLOGICAL SURVEY							NM 4457			
APPLICATIO	6. IF INDIAN, ALLOTTEE OR TRIBE NAME									
	IILL 🖾	DEEPEN		PL	UG BA	CK 🗆	7. UNIT AGREEMENT NAME			
b. Tipe of well oil	348		3	INGLE [MULTIF	·LE []	C PARK OF THESE WAY			
OIL GAS WELL OTHER ZONE MULTIPLE ZONE					S. FARM OR LEASE NAME					
						Schalk 57 9. WELL NO.				
Schalk Development Company 3. ADDRESS OF OPERATOR							2A			
P. O. Box 25825, Albuquerque, N.M. 87125 1. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.*) At surface 986' FNL; 1660' FWL; Sec. 12, T-30N, R-5W; At proposed prod. zone Rio Arriba County, New Mexico						10. FIELD AND POOL, OR WILDCAT				
						Blanco Mesa Verde				
						11. SEC., T., R., M., OR BLK.				
						Sec. 12, T-30N, R-5W				
14. DISTANCE IN MILES	AND DIRECTION FROM NEA	REST TOWN OR POS	ST OFFICE	E*			12. COUNTY OR PARISH 13. STATE			
50 m:	iles East of	Bloomfie1	ld. N	Jew Mex:	ico	-	1			
15. DISTANCE FROM PROP	OSED*					17. NO. C	R10 Arriba N.M.			
LOCATION TO NEARES PROPERTY OR LEASE	LIN E, FT .	986'		7 00			268.63 /			
(Also to nearest drig. unit line, if any) 18. DISTANCE FROM PROPOSED LOCATION®				PROPOSED DEPTH 2		20. ROTA	20. ROTARY OR CABLE TOOLS			
TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT.		200'		6010'		ì	Rotary			
21. ELEVATIONS (Show wh	ether DF, RT, GR, etc.)	6 5 9 6	o' GF)			22. APPROX. DATE WORK WILL START*			
23.							10-01-80			
	1	PROPOSED CASI	NG ANI	CEMENTING	CEMENTING PROGRAM					
SIZE OF HOLE	SIZE OF CASING	WEIGHT PER F	00T	SETTING I			QUANTITY OF CEMENT			
12-1/4"	6-5/8"	_ 24#		300			sacks			
8-5/8"	4-1/2"	10.5#		6010'	<u> </u>	450	sacks			
	HOATTACHE	b		The fact of ministrative						
FORMATION	TOPS			Fetin	5ate		seat which			
				antic	inate	d wat	er, oil, gas or other			
Ojo Alamo	28	10'		miner	als a	re ex	pected to be encounter			
Kirtland 2908'				minorals are expected to be encounter						
Pictured Cliffs 3390'				3390'						
Lewis 3448'										
Cliff House 5574'				7.						
Menefee 5622'				Blow-out Preventer: Schaffer, Double						
Point Lookout 5808' Mancos 5900'				Gate, Hydraulic, 900 Series.						
Mancos	39	00.		Тоо	al valo		c			
				reste	マケブ	Sur	face casing set.			
No anticip	ated abnormal	l pressur	es	/ 1.	` \ \\\	//	en e			
are expect		- Freedar		10,00	المراجعة مرا					
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zone. If proposal is to	drill or deepen directions	lly, give pertinent	t data o	n aubsurface A	cation 9	d meastred	uctive zone and proposed new productive I and true vertical depths. Give blowout			
preventer program, if an 24.	y. 0 • •			<u> </u>	_C _O _%	<u> </u>				
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BIGNE	r (Karaa)		rle				9-5-80			
(This space for Fede	val or State office use)					-				
)		ADDROVES TO						
PERMIT NO.	<u> </u>	 		APPROVAL DATE		ř.				
APPROVED BY	△ 1980 / 1980 ×	/ ****	TLE			-	DATE			
CONDITIONS OF APPROX	asian Venno	111					DATE			
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*See Instructions On Reverse Side

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URBSY DO MUNITALS DEPAREMENT SANTA FE, NEW MEXICO 87501									form C-107 Feetsed 10-1-78	
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6589	Mesa	a Verde			o Mesa V			2	68.63	
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interest or	id regulty).						-		(both as to work:	
3. If more that dated by c	emmunitization,	unitization,	force-pool	ing. ctc?					vners been conso	li-
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Thereby certify to topical desiral my house	skot the Information five and complete exist and belief.	to the	oles of action notes my skips s true and a nowledge and	overion, and t		۲.				
John E	. Schalk		August 2	26, 198	0		No.			
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Schalk	Developme		JAMES P	. LEESE		 	100 Bx			
10-29-	80 ·	1	1463] [المراج بريال	6		
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MULTI-POINT SURFACE USE AND OPERATIONS PLAN

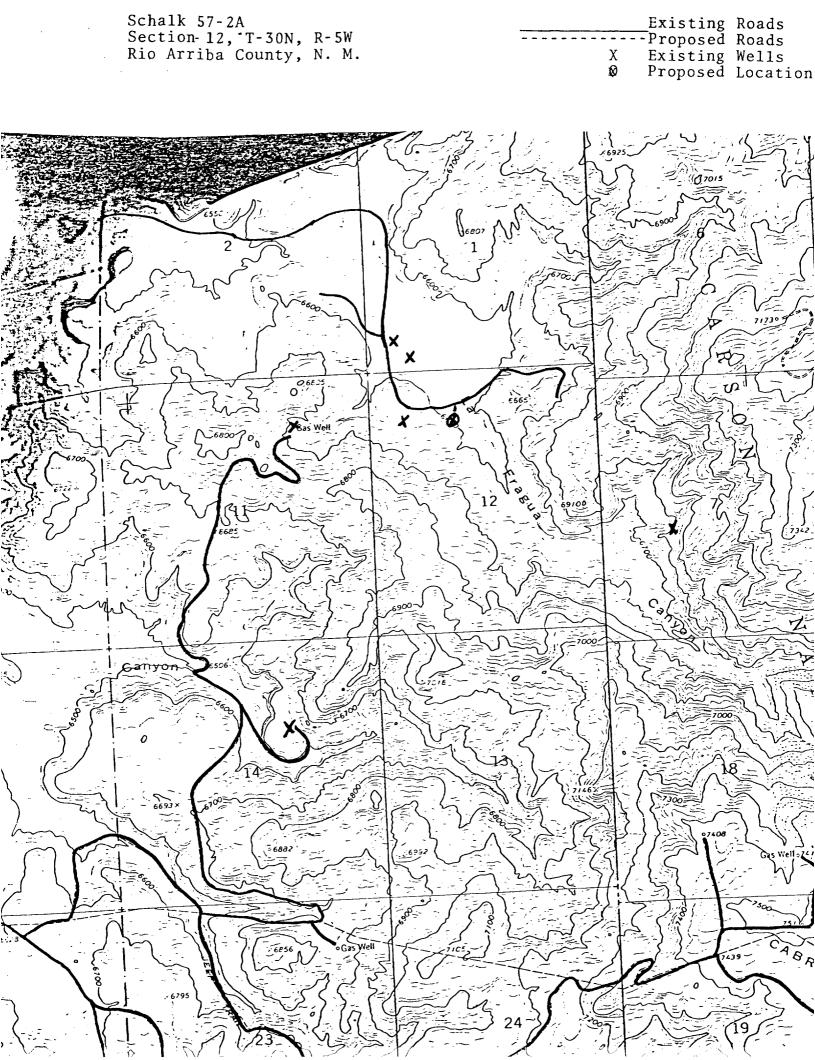
- 1) Existing Roads: Road departs from Highway 64. From the West edge of Section 2, road goes through Section into Section 1. Road then turns South, crossing Section line into Section 12. Road turns East past proposed location.
- 2) Planned access roads: None
- 3) Location of existing wells: See attached map.
- 4) Location and type of water supply: Water will be taken from Navajo Lake and transported to location by truck.
- 5) Source of construction materials: None.
- 6) Methods of handling waste disposal: Cuttings to be disposed of in a reserve pit; a burn pit to be used for disposal of trash, garbage, etc.; and covered on clean-up of location.
- 7) Ancilary facilities: None.
- 8) Well site layout: Per attached drawing.
- 9) Restoration of Surface: Upon completion of drilling operations, the disturbed surface area will be restored as near as practical to its original contours. If sufficient top soil is encountered, it will be stockpiled for restoration of surface. Restoration will be to the satisfaction of the U.S.G.S.
- This location slopes at an increase of 12' per 400' to the South. There will be approximately an 18' to 20' cut on the South side of the proposed location. Vegetation is described in the attached archaeological report. The surrounding area is comparable and any disturbances to the wildlife will be only temporary. With the restoration of surface, surface damage will be minimal.
 - 11). Lessee's or Operator's representatives: John E. Schalk, P. O. Box 25825, Albuquerque, New Mexico, 87125; Steve Schalk, 6200 Rio Hondo, NE, Albuquerque, New Mexico; or Joe D. Christesson, 2301 Southside River Road, Farmington, New Mexico, 87401.

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 Arapahoe Drilling Co. and its contractors and subcontractors in conformity with this plan and the terms and conditions under which it is approved.

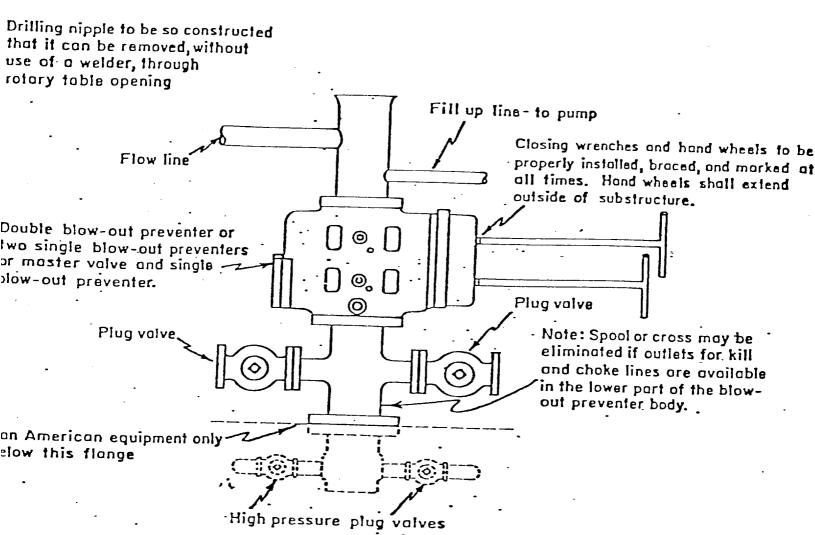
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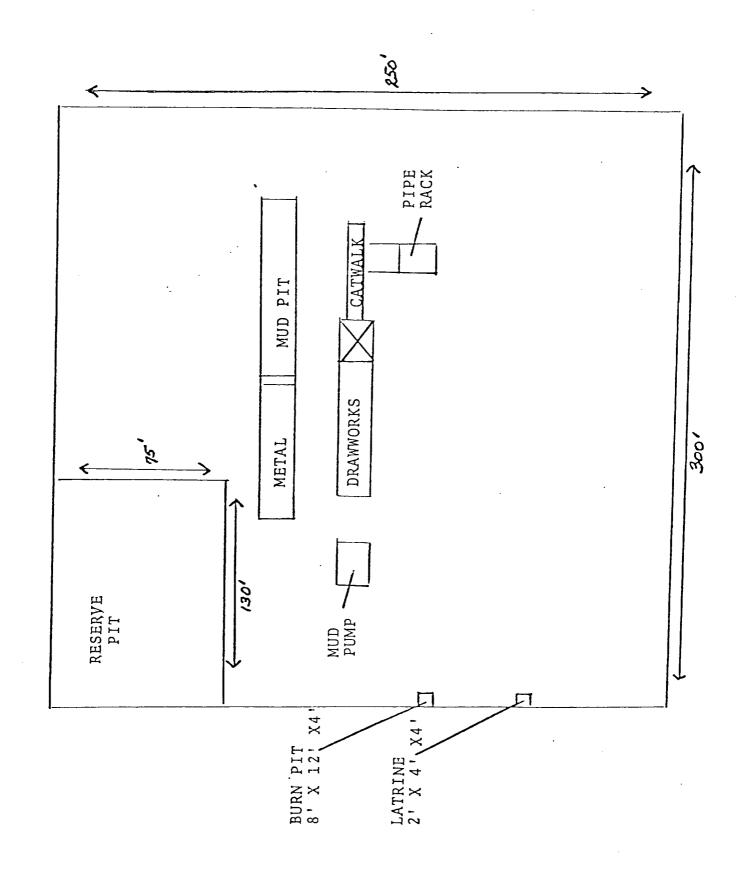
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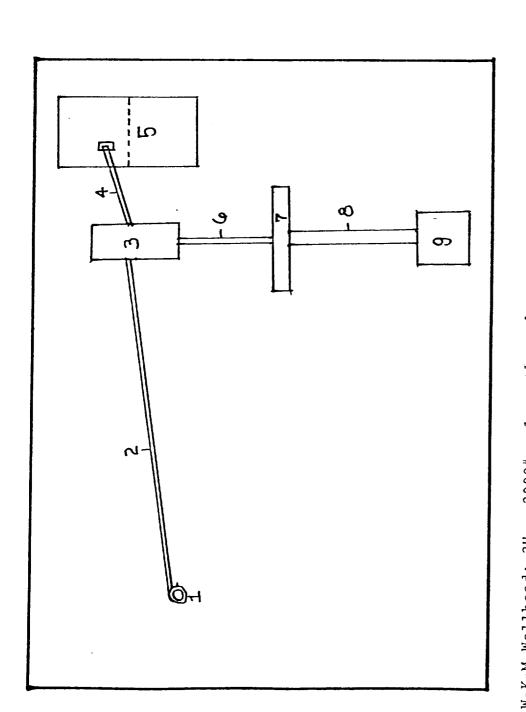


ARAPAHOE DRILLING CO.

BLOW-OUT PREVENTER HOOK-UP







W-K-M Wellhead; 2" - 2000# valves throughout.

Fifty foot long, 2" underground line from the wellhead to the separator; rated to 4000#. P & A, Inc. separator. Rated to handle 2000 MCF/day.

2" above ground line to water pit.

Water pit; 10' x 10' x 4'. 2" underground line from separator to dehydrator.

Northwest Pipeline's dehydrator. 40 foot long, 4" meter run from dehydrator to meter house. 0870026

Northwest Pipeline's meter house.

b. Plans attached	Yes 门 No.	If "NO" show date plans will be furnished _				
c. Estimated cost		d. Construction will begin within	e. Construction will be con	e. Construction will be completed within		
\$5,000	.00	2 (Months)	_	2 (Months)		
Date of Application	Applicants nar	ne and signature	Applicant's address	(Months)		
9-9-80	7	K DEVELOPMENT COMPANY	P. O. Box 2! Albuquerque			
	Steve	Schalk, Agent		87125		
		-		(ZIP Code)		

Report 80-SJC-311 Permit N.M. State National Forest

An Archaeological Clearance Survey of Four Proposed Well Locations Conducted for Schalk Development Company

> Submitted by L. Jean Hooton Cultural Resource Management New Mexico State University San Juan Campus

9 September 1980

An Archaeological Clearance Survey of Four Proposed Well Locations Conducted for Schalk Development Company

On 2 September 1980, L. Jean Hooton from the Cultural Resource Management Program, New Mexico State University, San Juan Campus, conducted an archaeological clearance survey of four proposed well locations for Schalk Development Company at the request of Mr. Johnny Ahlm from Arapahoe Drilling Company.

Present during the survey were Mr. Jack Evans from Arapahoe Drilling Company, Mr. John Keller from the U.S. Geological Survey - Farmington office, Mr. Henry Brill from the Carson National Forest, and Mr. Harold Maez from Northwest Pipeline Corporation.

The proposed well locations are on land administered by the U.S. Forest Service, Carson National Forest, Jicarilla Ranger District, and were surveyed under a New Mexico State National Forest Federal Antiquities permit.

The most recent listing of the National Register of Historic Places has been consulted and no sites which are on the Register and no sites which have been nominated to the Register occur in the project area. No sites which are eligible for nomination to the Register occur in the project area. This proposal complies with the provisions of the Historic Preservation Act of 1966 and with Executive Order 11593. It is recommended that archaeological clearance be given.

METHODOLOGY

The proposed well locations were surveyed by walking parallel transects, seventyfive feet apart, over the 300 by 300 foot easements.

Proposed Well:

SCHALK DEVELOPMENT - SCHALK 57 #2A

Land Status:

Carson National Forest.

Location:

The proposed well location is in the SW½ of the NE¼ of the NW½ of Section 12, Township 30 North, Range 5 West, N.M.P.M., Rio Arriba County, New Mexico. The well will be 986 feet from the north line and 1660 feet from the

west line of Section 12. (Figure 1)

U.T.M.:

Center - 13; 2,93,890 mE; 40,78,475 mN.

Access:

Existing.

Area Surveyed:

2.07 acres.

Terrain:

Moderately eroded slope with northeasterly drainage, alluvial surface deposits, and sandstone outcrops.

Soil:

Sandy clay loam.

Vegetation:

Pinon, juniper, scrub oak, sagebrush, snakeweed, service-berry, mock orange, mountain mahogany, bitterbrush, scarlet gilia, prickly pear cactus, squirreltail, indian rice-

grass.

Cultural Resources:

None found.

Recommendations:

Clearance recommended.

