SUBMIT IN TRIPLICATE*

(Other instructions on reverse side)

Form approved. Budget Bureau No. 42-R1425.

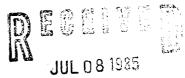
UNITED STATES DEPARTMENT OF THE INTERIOR

| | DEPARTMEN | T OF THE I | | D | reverse s | ide) | 36-639-23759 |
|---|--|--------------------------------|---|------------|---------------|---|--|
| | | GICAL SURV | | JK | | | 5. LEASE DESIGNATION AND SERIAL NO. |
| 1031151515 | | | | | | | SF 079060 |
| APPLICATIO | N FOR PERMIT | TO DRILL, | DEEPEN | , OR I | LUG B | ACK | G. IF INDIAN, ALLOTTEE OR TRIBE NAME |
| b. TYPE OF WELL | ILL IX | DEEPEN | | PL | UG BA | CK 🗌 | 7. UNIT AGREEMENT NAME NEBU Agr |
| | AS THER | | SINGL ZONE | kx a | ZONE | re [] | 8. FARM OR LEASE NAME |
| | Nichols Co., Lt | d. | | | | | Northeast Blanco Unit 9. WELL NO. |
| P. O. Box 1237. Duranco, Colombia Glaco | | | | | | | 7R |
| 4. Location of Well (R At Stringe | eport location clearly and /800 - 1190' F/EL | in accordance with | The State APR 17 | | ents.*) | | Blanco Mesaverde Blanco Mesaverde Banco Mesaverde Banco Mesaverde Banco Mesaverde Banco Mesaverde Sec. 1, R. M., OR M.K. AND SURVEY OR AGEA Sec. 21, T30N, R7W |
| 14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWNER DO THE DESCRIPTION MANAGEMENT 6 TARMINGTON DESCRIPTION AREA | | | | | | 12. COUNTY OR PARISH 18. STATE Rio Arriba New Mexico | |
| 15. DISTANCE FROM PROPOSED* LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. (Also to nearest drig, unit line, if any) | | | 16. NO. OF AURES IN LEASE 17. NO. TO T | | | 17. NO. 0 | F ACRES ASSIGNED 318 WELL 320 |
| 18. DISTANCE PROM PROPOSED LOCATION* 19 NEMBEST WELL, BRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT. DRILLING OF | | | 19. PROFESSED DEPTH 5860' ERATIONS AUTHORIZED ARE | | | 20. ROTARY OR CABLE TOOLS ROTARY | |
| 21. ELEVATIONS (Show whe | ether DF, RT, GR. etc.) | SUBJECT TO CO "GENERAL REQU | WIS LED TO L | 12/1T/1 A- | ARE TACHED | | 22. APPROX. DATE WORK WILL START* May 15, 1985 |
| 2.3. | F | ROPOSED CASIN | G AND CE | MĒNTIN(| PROGRA | M This | action is subject to administrative |
| SIZE OF HOLE | SIZE OF CASING | WEIGHT PER FO | TOT | SETTING I | EPTH | арр | eal pursuant to 30 CER 290. |
| 12 1/4" | 9 5/8" | 32.3# H-40 | | 200 | | 236 cf Class B Neat | |
| 8 3/4" 6 1/4" | 7" 4 1/2" line | 23.0# K-55 c10.5# K-55 | | 350 586 | | 877 ct | <pre>E 50/50 Pozmix & Howcolite Howcolite</pre> |
| | | | | | | ATT C | irculate |

Blackwood & Nichols Company, Ltd., proposes to drill this Blanco Mesaverde well to recover the remaining reserves in this proration unit. This gas is dedicated to El Paso Natural Gas Company.

Attached you will find:

- 1. Onshore Drilling Program
- Surface Use Program
- Well Location and Dedication Plat
- 4. Map of Area Wells
- 5. Map of Proposed Access Road.



OIL CON. DIV. DIST. 3

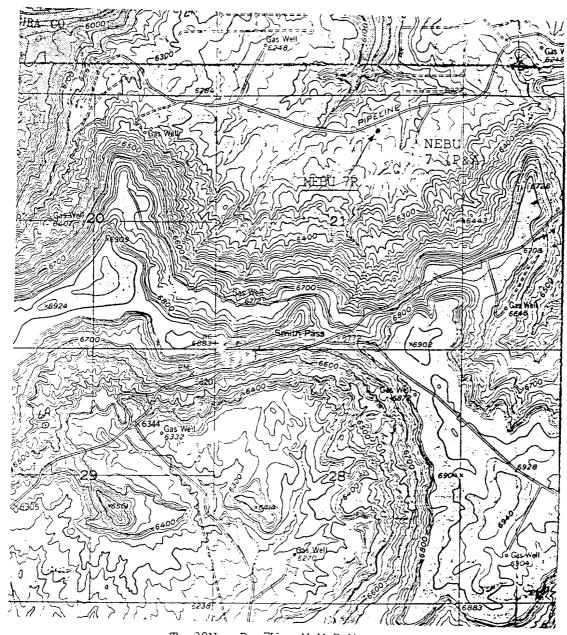
IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen or plug back, give data on present productive zone and proposed new productive zone. If proposal is to drill or deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout

| preventer program, if any, | | and the vertical deptus. The brown |
|--|--|--|
| SIGNED William F. Clark | Petroleum Enginee | er <u>April 16, 1</u> 985 |
| (This space for Federal or State office use) | The state of the s | APPROVED |
| PERMIT NO. | APPROVAL DATE | CEONEMA CA |
| APPROVED BY CONDITIONS OF APPROVAL, IF ANY: | TITIE | ეს <u>ლ 0 5 1985</u> |
| ch+ | *See Instructions On Reverse Side | AREA MANACER FARMIMOTON GESCURCE AREA |
| | OONN | |

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. Well No. 7R Operator BLACKWOOD & NICHOLS CO., LTD. NORTHEAST BLANCO UNIT Unit Letter Section Township Range County 30 N. 7 W. RIO ARRIBA Actual Footage Location of Wells 1800 feet from the east line and feet from the Ground Level Elev: Producing Formation Dedicated Acreage: 6231 (U.G.) Mesaverde Blanco Mesaverde 320 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? If answer is "yes," type of consolidation _____ Unitized 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 Commis-CERTIFICATION I hereby certify that the information contained herein is true and complete to the 1800' RECEIVED bast of my knowledge and belief. JUN 03 19\$5 BUREAU OF LAND MANAGEMENT Field Superintendent Company Blackwood & Nichols Co., Ltc May 30, 1985 JUL 0 \$ 1985 I heraby 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 May 29, 1985 Registered Professional Engine Uson A. Kulgh Allison L. Kroeger Centificate No. 7922 1820 1680 1880 2810 2000 800



T. 30N., R. 7W., N.M.P.M.

 $\underline{\text{NOTE:}}$ Sets next to an existing road.; only need 30 to 50 feet of new access road.

BLACKWOOD & NICHOLS CO., LTD.

Figure II. NEBU 7R
LOCATED IN SEC. 21, T.30N., R. 7W., N.M.P.M.
RIO ARRIBA COUNTY, NEW MEXICO

Date: April, 1985

Scale: 1"=2000'

KROEGER ENGINEERING COMPANY DURANGO, COLO.