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FORM APPROVED Form 3160-3 SUBMIT IN TRIPLICATE UNITED STATES OMB NO. 1004-0136 (July 1992) (Other instructions on DEPARTMENT OF THE INTERIOR Expires February 28, 1995 BUREAU OF LAND MANAGEMENT 5. LEASE DESIGNATION AND SERIAL NO. APPLICATION FOR PERMIT TO DRILL OR DEEPEN JIC 464 1a. TYPE OF WORK 6. IF INDIAN, ALLOTTEE OR TRIBE NAME Deepen Jicarilla Apache \mathbf{x} b. TYPE OF WELL 7. UNIT AGREEMENT NAME Oil Well Gas Well X Single Zone Multiple Zone 2. NAME OF OPERATOR 8. FARM OR LEASE NAME, WELL NO Mallon Oil Company Jicarilla 464SJ No. 7 3. ADDRESS AND TELEPHONE NO. API WELL NO. P.O. Box 2797 Durango, CO 81302 (970) 382-9100 4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.*)

At surface 1264' FNL and 1267' FWL (NW/NW) Unit D Cabresto Canyon, San Jose ext 11. SEC., T., R., M., OR BLK. At proposed prod. zone 1204 FNL and 1264 FWL (NW/NW) Unit D AND SURVEY OR AREA Sec. 29, T30N-R03W 14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE 12. COUNTY OR PARISH 13. STATE 50 miles east of Bloomfield, New Mexico Rio Arriba 15. DISTANCE FROM PROPOSED * 16. NO. OF ACRES IN LEASE 17. NO OF ACRES ASSIGNED 1204 LOCATION TO NEAREST TO THIS WELL PROPERTY OR LEASE LINE, FT. 2,393 (Also to nearest drlg. unit line, if any) 18. DISTANCE FROM PROPOSED LOCATION* 19. PROPOSED DEPTH 20. ROTARY OR CABLE TOOLS 100 1800' TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT. Rotary *2८-23*243' GR 08/15/99 21. ELEVATIONS (SHOW WHETHER DF, RT, GRAETE 22. APPROX.DATE WORK WILL START PROPOSED CASING AND CEMENTING PROGRAM QUANTITY OF CEMENT WEIGHT PER FOOT SETTING DEPTH SIZE OF HOLE GRADE, SIZE OF CASING 12-1/4" 8-5/8" 24# 500' Circulate to surface 7-7/8" 4-1/2" 300 sks 50/50 Poz w/additive: 14.7# 1800' Mallon Oil Co. proposes to drill this well to an approximate TD of 1800 in the San jose formation. This well is placed on an existing well pad. Some additional pad extension may be required. The Jicarilla oil and Gas Administration has waived any necessity of re-onsiting the well pad as long as any required archaeology survey is submitted. Environmental assessment was previously submitted under the initial well APD. If productive, 4-1/2" casing will be cemented at TD. If non-productive, the well will be plugged and abandoned in a manner consistent with Federal regulations. Specific programs as per on-shore Oil and Gas Order No. 1 are outlined in the following attachments: Drilling Program Exhibit 1: Blow Out Preventor Equipment/Plan Exhibit D: **Drilling Site Layout** Location and Elevation Plat Exhibit E: **Production Facilities** Exhibit A: Exhibit B: Roads and Pipelines Exhibit F: **H2S Contingency Plan** Archaeology Report One Mile Radius Map Exhibit G: Exhibit C: IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen, give data on present productive zone and proposed new productive zone. to drill or deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout preventer program, if any 07/16/99 TITLE: Operations Superintendent SIGNED DATE lerry Lindeman (This space for Federal or State office use) APPROVAL DATE PERMIT NO Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct 7 / Las . DATE 11/22/99 *See Instructions On Reverse Sid

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

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DISTRICT I P.O. Box 1980, Hobbs, N.M. 88241-1980

State of New Mexico Energy, Minerals & Natural Resources Department

Form C-102 Revised Febuary 21, 1994 Instructions on back

☐ AMENDED REPORT

Submit to Appropriate District Office State Lease - 4 Copies Fee Lease - 3 Copies

DISTRICT II P.O. Drawer DD, Artesia, N.M. 88211-0719

DISTRICT III

OIL CONSERVATION DIVISION P.O. Box 2088 Santa Fe, NM 87504-2088

DISTRICT IV PO Box 2088, Santa Fe, NM 87504-2088

1000 Rio Brazos Rd., Aztec, N.M. 87410

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number			Pool Code			³ Pool Name					
			96	822		abresto Can			Ext.	o.	
Property Code		*Property Name							• Well Number		
24939		JICARILLA 464 S.J.							7		
OGRID No.	. [*Operator Name							Elevation		
013925		MALLON OIL COMPANY							7242		
					10 Surfac	e Location					
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the		Feet from the	East/West line WEST		County	
D	29	30-N	3-W		1177	NORTH	1116			RIO ARRIBA	
			11 Botto	om Hole	Location	If Different Fro	om Surface	•		*	
UL or lot no.	Section	Township	Range	Lot Idn	Feet from th	e North/South line	Feet from the	East/We	st line	County	
Dedicated Acres		or Infili 14 C	Consolidatio	n Code 16 O	rder No.						

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



