SUBMIT IN TRIPLICATE®

(Other instructions on reverse side)

Form approved. Budget Bureau No. 42-R1425.

30-045-24293

UNITED STATES DEPARTMENT OF THE INTERIOR

5. LEASE DESIGNATION AND SERIAL NO. GEOLOGICAL SURVEY NM 0468126 6. IF INDIAN, ALLOTTEE OR TRIBE NAME APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK 1a. TYPE OF WORK 7. UNIT AGREEMENT NAME DEEPEN [] PLUG BACK [] DRILL XX b. TYPE OF WELL MULTIPLE SINGLE XX WELL XX WELL __ S. FARM OR LEASE NAME OTHER 2. NAME OF OPERATOR Callow 9. WELL NO. Tenneco Oil Company 3. ADDRESS OF OPERATOR 8E 10. FIELD AND POOL, OR WILDCAT 720 S. Colorado Blvd., Denver, CO 80222 4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.*) Basin Dakota 🗀 11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA 1900' FNL, 1950' FEL At proposed prod. zone Sec. 27, T29N, R13W 14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE* 12. COUNTY OR PARISH | 13. STATE 2 miles south of Farmington San Juan 10. DISTANCE FROM PROPUSED* 16. NO. OF ACRES IN LEASE 17. NO. OF ACRES ASSIGNED TO THIS WELL 320 LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. (Also to nearest drig, unit line, if any) 1560 E 18. DISTANCE FROM PROPOSED LOCATION* 19. PROPOSED DEPTH 20. ROTARY OR CABLE TOOLS ۔ TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT. 5880 Rotary 21. ELEVATIONS (Show whether DF, RT, GR, etc.) 22. APPROX. DATE WORK WILL START* 5358 GR ASAP : 23. PROPOSED CASING AND CEMENTING PROGRAM WEIGHT PER FOOT SETTING DEPTH QUANTITY OF CEMENT SIZE OF HOLE SIZE OF CASING 12½" 8 5/8" 24#, K-55 300' new Circulate to surface 7 7/8" 4½" ±5880' 10.5#, K-55 Cement in 2 stages new Circulate to surface SEE ATTACHED No abnormal temperatures, pressures or geologic hazards are expected. If well is non-productive, plug & abandon per USGS/BLM regulations APR 17 1980 THE GAS IS DEDICATED IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen or plug back, give data on present productive grand and proposed new productive zone. If proposal is to deepen directionally, give pertinent data on subsurface locations and dissuited and true vertical depths. Give blowout preventer program, if any. nisT. 24 TITLE Staff Production Analyst February 1, 1980 SIGNED (This space for Federal or State office use) PERMIT NO. APPROVAL DATE APPROVED BY TITLE CONDITIONS OF APPROVAL, IF ANY:

Weld C-10 n for Noc

*See Instructions On Reverse Side

DISTRICT ENGINEER

OIL CONSERVATION DIVISION

STATE OF NEW MEXICO RGY ALS MINERALS DIFFARTMENT

660 -90 1320 1650 1980 2310 2640

P. O. BOX 7088 SANTA FE, NEW MEXICO 87501

Form C-102 Revised 10-1-78

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5358 Dakota			Basi	Basin Dakota		•	E 320 Acres			
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TENNECO OIL COMPANY

PROGNOSIS TO DRILL AND COMPLETE

DIVISION: Rocky Mountain DATE: September 13, 1979

LEASE: Callow WELL NO.: 8-E

LOCATION: 1900' FNL, 1950' FEL FIELD: Basin Dakota

Sec. 27, T 29N, R 13W

San Juan County, New Mexico

ESTIMATED ELEVATION: 5350'

ESTIMATED TOTAL DEPTH: 5880'

PROJECTED HORIZON: Dakota

DRILLING, CASING AND CEMENT PROGRAM:

(1) MIRURT.

- (2) Drill 12 1/4" hole to ± 300'. Run 8 5/8" O.D. 24# K-55 ST&C casing to 300'. Cement with sufficient volume to circulate cement to surface.
- (3) WOC minimum of 12 hours. Nipple up BOE. Test BOP, blind and pipe rams, casing and manifold to 600 psi prior to drilling out for 1/2 hour.
- (4) Drill 7 7/8" hole to T.D.
- (5) Run open hole logs as required.
- (6) Run 4 1/2", 10.5#, K-55 ST&C casing. Cement in 2 stages with stage collar + 4100'.
- (7) Cement first stage with sufficient volume to raise cement to stage tool. Circulate and WOC 4 hours between stages. Cement 2nd stage with sufficient volume to circulate to surface.
- (8) Set casing slips, cut off 4 1/2" casing. Nipple up well head.
- (9) RD. MORT.

ESTIMATED FORMATION TOPS:	SURFACE	- KIRTLAND	SHALE		
OJO .	210'	Water			
Pictured Cliffs	1140'	Gas	Mancos	3910'	Gas
Lewis	1310'		Gallup	4830'	Gas
Cliffhouse	2710 '	Gas	Greenhorn	5610'	
Menefee	2760 '		Dakota	5700 '	GAS
Point Lookout	3590 '	Gas	TD	5880 '	

DRILLING MUD PROGRAM:

0 - 250' Native solids. NC-WL, use sufficient viscosity to clean hole and run casing.

250 - T.D. Low solids. 15 cc WL, 9.0#/gal. Use sufficient viscosity to clean hole.

CORING AND TESTING PROGRAM:

NONE ANTICIPATED.

DEVIATION SURVEYS:

- 1. Survey surface hole at 100' intervals. Maximum allowable deviation at
- 2. FROM SURFACE TO TOTAL DEPTH DEVIATION SURVEYS MUST BE TAKEN EVERY 500' OR EACH TRIP WHICHEVER IS FIRST. This may entail running the TOTCO on wireline. Record each survey on the AAODC Drilling Report Sheet. Maximum allowable change in deviation is 1° per 100'.

SAMPLES:

0 - 5400' 30' Samples 5400' - TD 10' Samples

WELL SURVEYS:

Majority of logs will be cased hole. GR Neutron on TDT logs.

Open hole logs will be GR induction.

PREVENTORS MUST BE CHECKED FOR OPERATION EVERY 24 HOURS, AND THE CHECK MUST BE RE-CORDED ON THE AAODC DRILLING REPORT SHEET.

REPORTS

Drilling reports for the past 24 hours will include depth, footage, time distribution, activity breakdown, mud properties, bit record, bottom hole assembly, daily and cumulative mud costs, plus any other pertinent information; will be called into Tenneco Oil Company, Denver, Colorado between 7:30 A.M. and 8:00 A.M.

- 303-758-7130 (office) Don Barnes
 303-758-7287 Don Barnes private line Monday-Friday (before 7:45 A.M.)
- 2. 303-936-0704 (home) Don Barnes weekends and holidays
- 3. 303-795-0221 (home) John Owen if Don Barnes not available

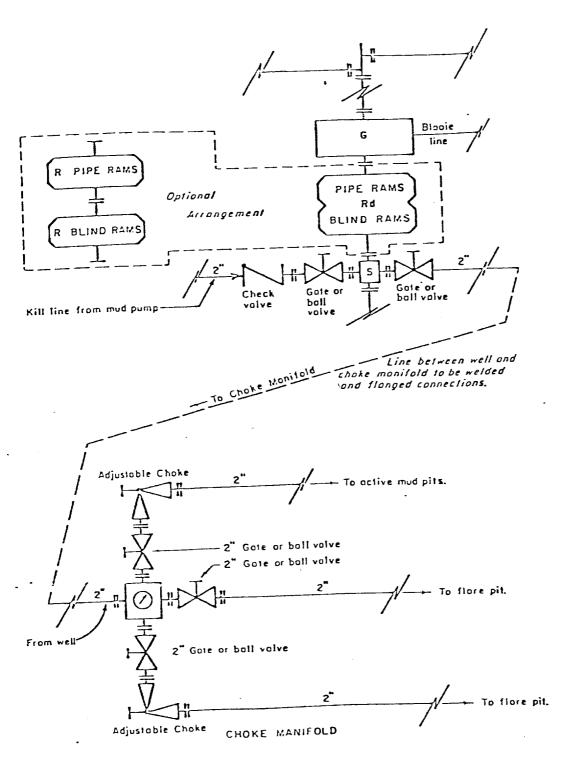
The yellow sheet of the IADC Report to be filled out completely, the original copy of the drilling time recorder, and copies of any invoices from this well signed and received for Tenneco Oil Company will be mailed daily to:

TENNECO OIL COMPANY
PENTHOUSE
720 SOUTH COLORADO BOULEVARD
DENVER, COLORADO 80222

ATTENTION: DRILLING DEPARTMENT

In case of an emergency, notify the following:

- 1. Mr. Don Barnes, Division Drilling Engineer 303-936-0704.
- 2. Mr. John Owen, Project Drilling Engineer 303-795-0221
- 3. Mr. Mike Lacey, Division Production Manager 303-979-0509.



All equipment to be 3,000 psi working pressure except as noted.

- Double ram type preventer with two sets of rams. Rđ
- Single rom type preventer with one set of roms.
- Drilling spool with side outlet connections for choke and kill lines. R S
- Rotating head 150 psi working pressure minimum

ARRANGEMENT C

TENNECO OIL COMPANY ROCKY MOUNTAIN DIVISION REQUIRED MINIMUM BLOWOUT PREVENTER AN CHOKE MANIFOLD J. MAGILL 10-26-79 EVI

- l. Existing Road please refer to Map No. 1 which shows the existing roads. New roads which will be required have been marked on this map. All existing and new roads will be properly maintained during the duration of this project.
- 2. Planned Access Roads Please refer to Map No. 1. The grade of the access roads will be consistent with that of the local terrain. The road surface will not exceed twenty feet (20') in width. Upon completion of the project, the access road will be adequately drained to control soil erosion. Drainage facilities may include ditches, water bars, culverts or any other measure deemed necessary by trained Company personnel to insure proper drainage. Gates and/or cattleguards will be installed if necessary.
- 3. Location of Existing Wells Please refer to Map No. 2.
- 4. Location of Tank Batteries, Production Facilities, and Production Gathering and Service Lines Please refer to Maps No. 1 and No. 2. Map No. 2 shows the existing roads and new proposed access roads. All known production facilities are shown on these two maps.
- 5. Location and Type of Water Supply Water for the proposed project will be obtained from a private source.
- 6. Source of Construction Materials No additional materials will be required to build either the access road or the proposed location.
- 7. Methods of Handling Waste Materials All garbage and trash materials will be put into a burn pit shown on the attached Location Plat No. 1. When clean-up operations are begun on the proposed project, the burn pit with its refuse will be buried to a depth of at lease three feet (3'). A latrine, the location of which is also shown on Plat No. 1. will be provided for human waste. If large amounts of liquids are I left in the reserve pit after completion of the project, the pit will be fenced until the liquids have had adequate time to dry. The location clean-up will not take place until such time as the reserve pit can be properly covered over to prevent run-off from carrying any of these materials into the watershed. No earthen pit will be located on natural drainage; all earthen pits will be so constructed as to prevent leakage from occurring.

- 8. Ancillary Facilities No camps or airstrips will be associated with this project.
- 9. Wellsite Layout Please refer to the attached Plat No. 1.
- 10. Plans for Restoration of the Surface After completion of the proposed project
 the location will be cleaned and leveled. The location will be
 left in such a condition that will enable reseeding
 operations to be carried out. Seed mixture as designated
 by the responsible government agency will be used. The
 reseeding operation will be performed during the time
 period set forth by the regulatory body. The location
 production equipment will be painted as designated by the
 responsible government agency.
- 11. Other Information The proposed site is located in Head Canyon on the south side of the San Juan River. The soil is sandy fractured sandstone supporting juniper & native grasses. The surface is privately owned with the minerals public.
- 12. Operator's Representative -

SEE DRILLING PROGNOSIS

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 mad 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 Tenneco Oil Company Company and its contractors and sub-contractors in conformity with this plan and the terms and conditions under which it is approved.

. Freeman

Staff Production Analyst

TENNECO OIL COMPANY

CALCULATION SHEET

