SUBMIT IN TRIPLICATE*

Form approved. 25.

(Other instructions on reverse side)

Budget Bureau No. 42-R1425.
30-045=24435
5. LEASE DESIGNATION AND SERIAL NO.

UNITED STATES	,,
DEPARTMENT OF THE INTERIOR	

GEOLOGICAL SURVEY					SF-078813	
APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK					6. IF INDIAN, ALLOTTEE OR TRIBE NAME	
DRILL DEEPEN DEEPEN PLUG BACK					7. UNIT AGREEMENT NAME	
b. TYPE OF WELL OIL GAS V ZONE ZONE ZONE X					S. FARM OR LEASE NAME	
WELL WELL K OTHER 2002 2. NAME OF OPERATOR					McDaniel "B" 9. WELL NO.	10546
Southland 3. ADDRESS OF OPERATOR	Royalty Compan	y 2,120			#lE	
	wer 570, Farmin	aton. NM 8740	1		10. FIELD AND POOL, OF	WILDCAT
4. LOCATION OF WELL (Re	port location clearly and	in accordance with any	State requirements.*)	lover :	Basın Dakota Blanco -Picture	
At surface 1620' FNL & 980' FWL 1190 N/ # 1190/W FULL EX					11. SEC., T., R., M., OR B AND SURVEY OR ARI	LK, . Ca
At proposed prod. zone			1192	EX		00-r p11t1
-					Section 17, T29N, R11W	
14. DISTANCE IN MILES A						New Mexico
Approxima	tely 1 1/2 mile	s NW of Bloomt	1eld, NM	17. NO.	San Juan of acres assigned	NEW MEXICO
15. DISTANCE FROM PROPU LOCATION TO NEAREST PROPERTY OR LEASE L		120	617.80	TOT	320 +/60	
(Also to nearest drlg	. unit line, if any)		PROPOSED DEPTH	20. ROTA	ARY OR CABLE TOOLS	
18. DISTANCE FROM PROP TO NEAREST WELL, DI OR APPLIED FOR, ON THI	RILLING, COMPLETED, S LEASE, FT. 403	i i	64351		Rotary	
21. ELEVATIONS (Show whe		1			22. APPROX. DATE WOL	RE WILL START*
					January 31, 1	980
5623 GR	P	PROPOSED CASING AN	ND CEMENTING PROGR	AM		
CALL OF HOLE	SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	1	QUANTITY OF CEMEN	T
12 1/4"	8 5/8"	24#	200'	140 sa	acks	
7 7/8"	5 1/2"	15.5#	6435'	152 sa	acks (Stage One)
					acks (Stage Two acks (Stage Thr	
Top of Ojo Top of Pict Fresh water It is antic casing. No abnormal It is expect required for Gas is decirated IN ABOVE SPACE DESCRIBED IN ABOVE SPACE DESCRIBED TO STORY OF THE PROPOSAL IS TO PREVENTED PROPOSAL IS TO PROPO	pressures or pressures or pressures or pressures or pressures or pressures or pressure of the	at 935'. ad is at 1780'. sed to drill fr IES and a GR-I coisonous gases well will be dr availability All All All All All All All All All A	com surface to to come surface to to come surface to to come surface to the same surface to the	REC NOV present pro- and grassia	his well. 1980. This de EIVED 131979 ductive sone and propose all GGC free verical depti	pends on time
(This space for Fede	ral or State office use)					
PERMIT NO.	1		APPROVAL DATE		APPROVED	
$\sim 1/2$					AS AMENDED	
CONDITIONS OF APPROV	AL, IF ANY:	MM/	oca,		James F. 5005 EISTRO: 101545	

NEW MEXICO OIL CONSERVATION COMMISSION WELL LOCATION AND ACREAGE DEDICATION PLAT

0	 	All distances must be t	,	Odter obdition of	the Section	<u> </u>	Well No.
Operator Southland Royalty Company Lease McDaniel "B"			,		#1E		
Unit Letter D	Section 17	Township 29N	R	ange 11W	County San	Juan	
Actual Footage Loc	No	rth		1190'	from the	West	line
Ground Level Elev:	feet from the Producing Form	line and	Pool	1001	from the	Dedi	cated Acreage:
5623' GR	Dakota/P	ictured Cliffs	Ba	sin/ Blanco	Fulcher	Kenty Ent	320 4/60 Acres
 Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below. 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							
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.							
				_ 		CEI	RTIFICATION
1190'	SF ₁ 078813					Name Curtis C. I Position District Er Company	
	Sec			 		Date May 20, 198	
FEE	FEE	17				shown on this p notes of actual under my super	fy that the well location old was plotted from field a surveys made by me or vision, and that the same orrect to the best of my belief.
FEE	⊙ NM-0194	405		 		Date Surveyed Registered Profes and/or Land Surve	•
						Certificate No.	

UNITED STATES

UNITED STATES DEPARTMENT OF THE INTERIOR	5. LEASE SF-078813
GEOLOGICAL SURVEY	6. IF INDIAN, ALLOTTEE OR TRIBE NAME
SUNDRY NOTICES AND REPORTS ON WELLS	7. UNIT AGREEMENT NAME
(Do not use this form for proposals to drill or to deepen or plug back to a different reservoir. Use Form 9–331–C for such proposals.)	8. FARM OR LEASE NAME
1. oil gas 🗊	McDaniel "B"
1. oil gas k other	9. WELL NO.
2. NAME OF OPERATOR	#1E
Southland Royalty Company	Basin Dakota DCAT NAME
3. ADDRESS OF OPERATOR	Blanco Pict. Cliffs
P. C. Drawer 570, Farmington, NM 87401	11. SEC., T., R., M., OR BLK. AND SURVEY OR
4. LOCATION OF WELL (REPORT LOCATION CLEARLY. See space 17	AREA
helow)	Section 17, T29N, R11W
AT SURFACE: 1190' FNL & 1190' FWL	12. COUNTY OR PARISH 13. STATE San Juan New Mexico
AT TOP PROD. INTERVAL: AT TOTAL DEPTH:	
	14. API NO.
16. CHECK APPROPRIATE BOX TO INDICATE NATURE OF NOTICE,	AT STEVATIONS (SHOW DE LOD AND WO)
REPORT, OR OTHER DATA	15. ELEVATIONS (SHOW DF, KDB, AND WD) 5624 GR
REQUEST FOR APPROVAL TO: SUBSEQUENT REPORT OF:	3021 (4.
TEST WATER SHUT-OFF	(NOTE: Report results of multiple completion or zone change on Form 9–330.)
ABANCON*	
(other) Re-Stake X	
17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly statingluding estimated date of starting any proposed work. If well is a measured and true vertical depths for all markers and zones pertined	nt to this work.)*
Southland Royalty Company proposes to re-stake	the well site from
1620' FNL & 980' FWL to 1190' FNL & 1190' FWL.	
	ACCEPTED FOR RECORD
(SEE: ATTACHED) RECEIVED APRIL 1993	MAY 16 1980
1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	FARMINGTON DISTINCT
	BY BY BY
APK 1 1 To a serious and a ser	
The second secon	
Subsurface Safety Valve: Manu. and Type	Set @ Ft
18. Thereby certify that the foregoing is true and correct	
SIGNED TITLE District Eng	ineer pare 4-10-80
(This space for Federal or State of	
APPROVED BY TITLE	DATE
APPROVED BY TITLE CONDITIONS OF APPROVAL, IF ANY:	ABBREVED
	AS AMENDED

*See Instructions on Reverse Side

NMOCC,

CLEARANCE FOR NECESSARY SURVEYING AND STAKING HEREBY APPROVED

Wildred & Lucher 3-14-80

Wildred & Lucher 3-14-80

Utilizing an existing location minimize purface damage & is approved even the sugh the location violates the 200' rule.

Though the location violates than 12, 1980

Mr. James F. Sims United States Geological Survey P. O. Box 959 Farmington, NM 87401

> RE: McDaniel "B" #lE 1620' FNL & 990' FWL Sec. 17, T29N, R11W San Juan County, NM

Dear Mr. Sims:

In order to minimize surface damage and conform to the surface owners wishes, we hope you will consider granting us permission to re-stake the above referenced well to another drill pad site which already exists in the same quarter of section 17. This second location was built after approval was granted to drill a Pictured Cliffs well in April, 1975, the Barnhart #2. Aztec Oil and Gas Company, our predecessor, was unable to unitize all of the interest owners in this acreage into drilling a marginally economic well at that time and this well has remained under evaluation since then.

We were not aware of the close proximity to the Barnhart #2 site when we first asked permission to stake the McDaniel "B" #1E well and it only came to our attention when one of our company representatives went out to inspect the new location.

We feel that utilizing the already existing drill pad will be beneficial to all parties involved, in that it's use will cause the least amount of environmental impact. It will also enable the surface owner to utilize more of his property for whatever desires he has and it will let us procede with our drilling program more rapidly.

We, therefore, ask you to grant us permission to move the McDaniel "B" #1E from it's current position, as noted above, to the location selected for the Barnhart #2 which is 1190' FNL & 1190' FWL, Section 17, T29N, RllW, San Juan County, New Mexico.

Yours truly,

(Cirtis C. Parsons APR I 1980

District Engineer

FARMINGTON DISTRICT

BJM/ke

SOUTHLAND ROYALTY COMPANY - DRILLING SCHEDULE

MCDANIEL "B" 1620' FNL & 980' FWL Section 17, T29N, RllW San Juan County, New Mexico

Elevation: 5623' GR Field: Basin Dakota/Blanco Pictured Cliffs

Geology: Formation Tops

Ojo Alamo Fruitland Pictured Cliffs Cliff House Point Lookout	935' 1490' 1780' 3360' 4125'	Gallup Graneros Dakota Total Depth	5390' 6185' 6285' 6435'
---	--	---	----------------------------------

Logging Program: IES and GR-Density from Total Depth to surface casing.

Coring Program: None

Natural Gauges: None

Drilling:

Tool Pusher: Contractor

SRC Ans. Svc.: 325-1841 SRC Dispathc: 325-7391 SRC Representative:

Mud Program: Fresh water to 5300'. Fresh water mud from 5300' to TD.

Maintain mud weight of 8.9-9.5; vis. of 35-40 sec.; water

loss of 10-12 ∞ .

Materials:

Graine December.	Hole Size	Depth	Casing Size	Wt. & Grade
Casing Program:	12 1/4"	200'	8 5/8"	24# H-40
	7 7/8"	6435'	5 1/2"	15.5# K-55

Float Equipment:

8 5/8" Surface Casing: Pathfinder type "A" guide shoe.

5 1/2" Production Casing: Pathfinder type "A" guide shoe. Self-fill flapper type float collar run l joint off bottom. 5 Path-

finder bow type stabilizers (run every other joint from shoe). Run Dowell stage tools at 4525' and 1880'. Run 1 cement basket below and 5 Pathfinder

rigid stabilizers above each tool.

Wellhead Equipment:

8 5/8" x 10", 2000# braden head with 5 1/2" casing hanger.

10", 2000# x 6", 2000# tubing head and tree.

Cementing:

8 5/8" Surface Casing: 140 sacks (165 cu. ft.) of Class "B" with 1/4# gel flake per sack and 3% CaCl₂. WOC 12 hours. Test to 600# prior to drilling out. (Volume is 100% excess.)

5 1/2" Production String:

STAGE ONE - 152 sacks (226 cu. ft.) of 50/50 Poz with 6% gel, 1/4# gel flake per sack, followed by 50 sacks of neat with 2% CaCl₂. (Volume is 25% excess to cover top of Gallup.)

STAGE TWO - 203 sacks (303 cu. ft.) of 50/50 Poz with 6% gel, followed by 50 sacks of neat with 2% CaCl₂. (Volume is 50% to cover top of Cliff House.)

STAGE THREE - 165 sacks (246 cu. ft.) of 50/50 Poz with 6% gel. (Volume is 50% to cover top of Ojo Alamo.)

WOC and circulate between stages as required by well conditions.

> L. O. Van Ryan District Production Manager

BJM/ke



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

Attention: James Sims

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: October 31, 1979

Title: District Production Manager



October 31, 1979

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

Attention: James Sims

Re: Blowout Preventer Plan

Dear Sir:

All drilling and completion rigs will be equipped with 6" or larger double hydraulic blowout preventers and a hydraulic closing unit with steel lines.

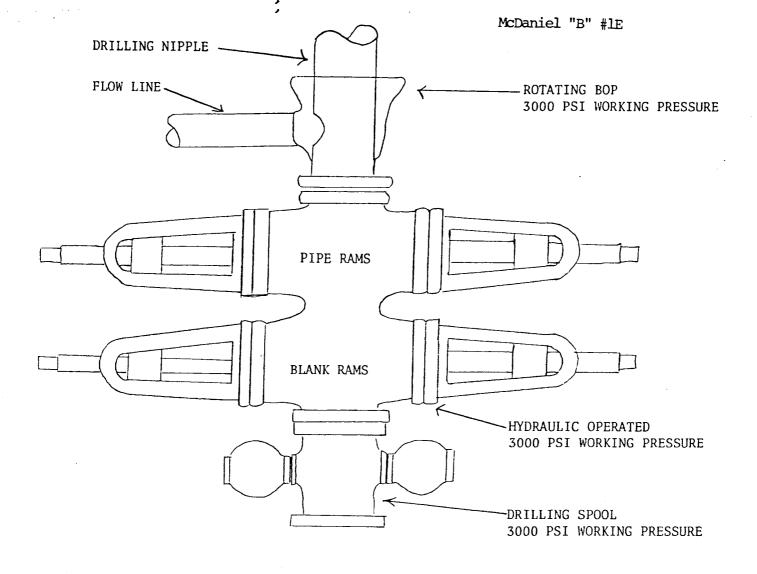
The preventer is 3000# working pressure and 6000# test.

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



PREVENTERS AND SPOOLS ARE TO HAVE THROUGH BORE OF 6" - 3000 PSI OR LARGER



October 31, 1979

United States Geological Survey P. O. Box 959
Farmington, New Mexico 87410

Attention: James Sims

Dear Sir:

Enclosed please find a map showing existing roads and planned access roads to Southland Royalty Company's <u>McDaniel "B" #lE</u> 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.

There will be no camps or air strips.

Also, enclosed is a location layout showing approximate location of rig, pits and pipe racks.

Water supply will be <u>Citizens Ditch</u>

The location will be restored to the land owner's satisfaction. If this is not satisfactory, please have the Bureau of Land Management contact the land owner. This work will begin when all related construction is finished.

Mr. Ross Lankford will be Southland Royalty Company's field representative supervising these operations.

Yours truly,

L. O. Van Ryan

District Production Manager

LOVR/dg



October 31, 1979

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

Attention: James Sims

Re: McDaniel "B" #lE

Dear Sir:

We have contacted land owner and will restore surface to their specifications; however, the land owner has not specified exact restoration at this time.

If this is not acceptable, please have the Bureau of Land Management contact the land owner.

Yours truly,

L. O. Van Ryan

District Production Manager

LVR/dg

