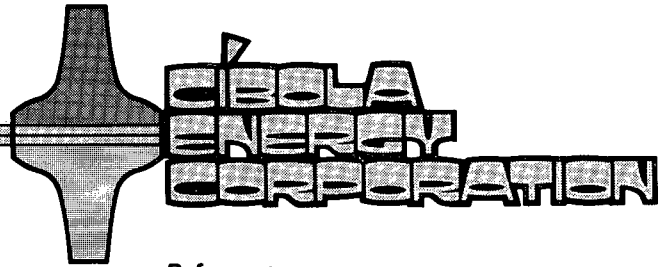


Release Immediately

By DRC

Post Office Box 1668 / Albuquerque, New Mexico 87103 / (505) 843-6762



Reference _____

*NSL-2023
RULE-104(FE)*

April 8, 1985

NMOCD
P. O. Box 2088
Santa Fe, New Mexico 87501
Attn: David Katanach

*Race Track San Andres
40 acres SE1/4 SW1/4*

Dear Mr. Katanach:

Cibola Energy Corporation proposes to drill the (Plains)
(29-#11 located 330 FSL and 1550 FWL of Section 29-10S-28E.)

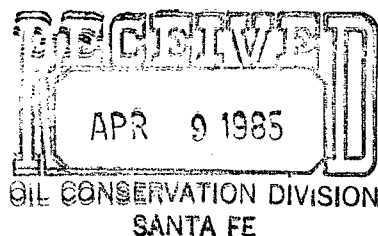
We would like to drill this well 1550 FWL instead of
the usual 1650 FWL because of a power line running directly
over the 1650 FWL location.

Enclosed is an application to drill and a dedication
plat as well as a lease map showing the ownerships of the
surrounding acreage. If you have any questions, please don't
hesitate to call.

Sincerely,

Karen Azar
Karen Azar

Encl.



| | |
|------------------------|--|
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| OPERATOR | |

NEW MEXICO OIL CONSERVATION COMMISSION

Form C-101
Revised 1-4-65

| | |
|--------------------------------|---|
| 5A. Indicate Type of Lease | |
| STATE <input type="checkbox"/> | FEE <input checked="" type="checkbox"/> |

5. State Oil & Gas Lease No.

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK

| | | | |
|---|--|---|--|
| 1a. Type of Work | | 7. Unit Agreement Name | |
| b. Type of Well DRILL <input checked="" type="checkbox"/> DEEPEN <input type="checkbox"/> PLUG BACK <input type="checkbox"/> | | 8. Farm or Lease Name Plains 29 | |
| OIL WELL <input checked="" type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER <input type="checkbox"/> | | 9. Well No. 11 | |
| 2. Name of Operator Cibola Energy Corporation | | 10. Field and Pool, or Wildcat Race Track San Andres | |
| 3. Address of Operator P. O. Box 1668, Albuquerque, New Mexico 87103 | | | |
| 4. Location of Well UNIT LETTER N LOCATED 330 FEET FROM THE South LINE AND 1550 FEET FROM THE West LINE OF SEC. 29 TWP. 10S RGE. 28E NMPM | | 12. County Chaves | |
| 19. Proposed Depth 2300' | | 19A. Formation Slaughter SA | |
| 20. Rotary or C.T. Rotary | | | |
| 21. Elevations (Show whether DF, RT, etc.) | | 22. Approx. Date Work will start March 25, 1985 | |
| 21A. Kind & Status Plug. Bond Statewide | | 21B. Drilling Contractor Yucca Drilling | |

23.

PROPOSED CASING AND CEMENT PROGRAM

| SIZE OF HOLE | SIZE OF CASING | WEIGHT PER FOOT | SETTING DEPTH | SACKS OF CEMENT | EST. TOP |
|--------------|----------------|-----------------|---------------|-----------------|----------|
| 10" | 8 5/8" | 23# | 320' | 200 sx | surface |
| 7 5/8" | 4 1/2" | 9.5# | 2300' | 120 sx | 1500' |

We plan to drill a 10" hole to 320' and set 8 5/8" casing, texas pattern guide shoe and 2 centralizers and insert float. 8 5/8" casing will be cemented with 200 sx Class C cement circulated to surface. A 7 5/8" hole will be drilled to approximately 2300' and a Deviation Survey will be run. Density and Induction logs will be run. Depending on the outcome of the well, it will be P & A'd or 4 1/2" casing will be set.

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, GIVE BLOWOUT PREVENTER PROGRAM, IF ANY.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

Signed Karen Agar Title Drilling Secretary Date 2-14-85
(This space for State Use)

APPROVED BY _____ TITLE _____ DATE _____

CONDITIONS OF APPROVAL, IF ANY:

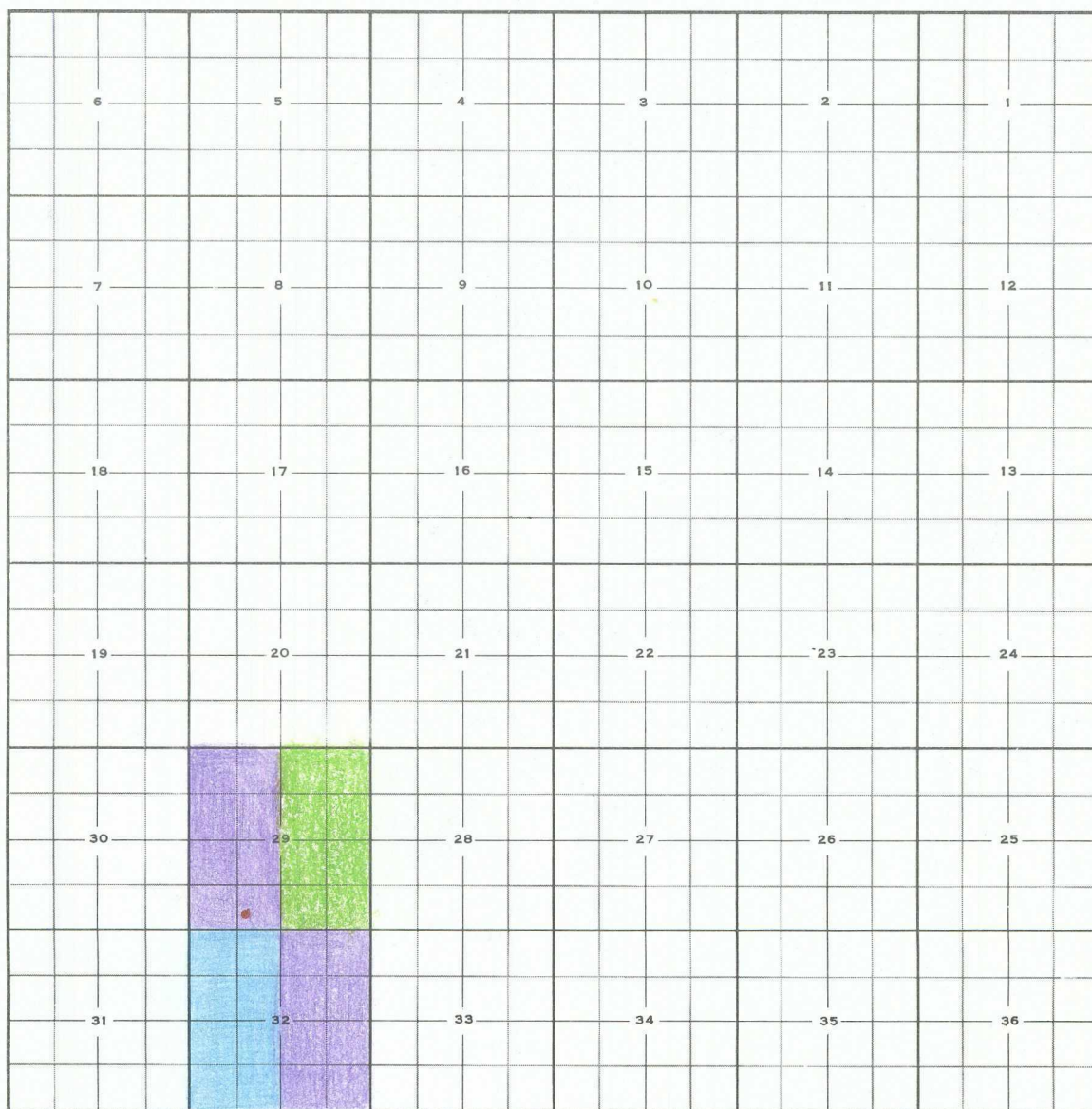
TOWNSHIP PLAT
Scale: 1 inch = 1 mile
Printed in U.S.A.

TOWNSHIP 10 S RANGE 28 E COUNTY Chaves STATE New Mexico

REMARKS:

COMPANY

Cibola Energy Corp.



• Proposed Location

Section 29

■ w/2 - Plains Radio Broadcasting owns 75% of the minerals
Cibola Energy Corporation leases 25% from 6 other mineral owners

■ E/2 - LE Minerals owns 75% of the minerals
Cibola Energy Corp. leases 100% of the minerals from 7 owners including LE Minerals

Section 32

■ w/2 There are 7 mineral owners: Tenneco has 12.5% minerals leased
Cibola has 87.5% minerals leased.

■ E/2 Plains Radio Broadcasting owns 75% of the minerals
Cibola Energy Corp leases 25% from 6 other mineral owners

**NEW MEXICO OIL CONSERVATION COMMISSION
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

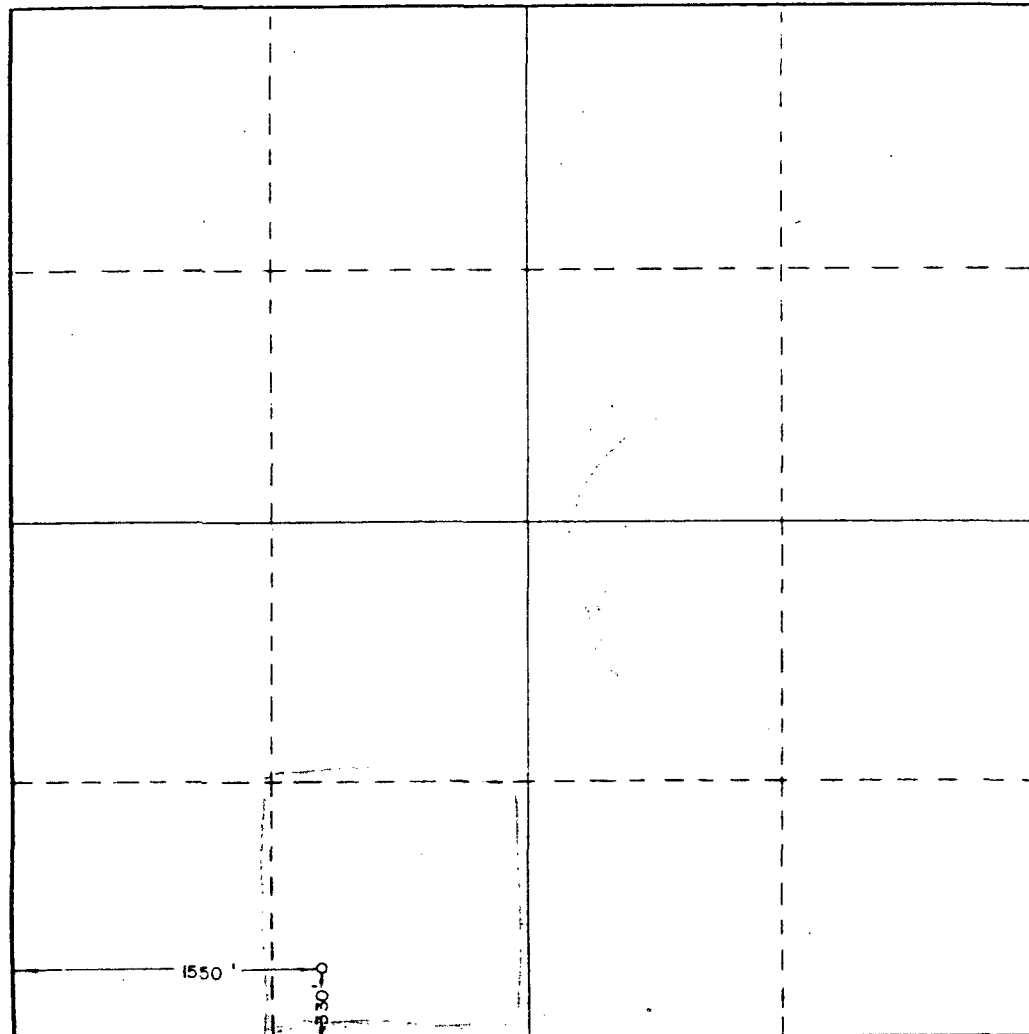
| | | | | | |
|---|--|--------------------------------------|---------------------------|---------------------------------------|-----------------------|
| Operator CIBOLA ENERGY CORP. | | | Lease PLAINS 29 | | Well No. 11 |
| Unit Letter N | Section 29 | Township 10S | Range 28E | County CHAVES | |
| Actual Footage Location of Well: 330 feet from the SOUTH line and 1550 feet from the WEST line | | | | | |
| Ground Level Elev. 3758.5 | Producing Formation San Andres | Pool Race Track San Andres | | Dedicated Acreage: 40 Acres | |

1. Outline the acreage dedicated to the subject well by colored pencil or hatchure 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?

☐ Yes ☒ No If answer is "yes," type of consolidation _____

If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.) All leases held by operator and participating parties.

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.



CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

Karen Azar

Name
Karen Azar

Position
Drilling Secretary

Company
Cibola Energy Corp

Date
April 8, 1985

I hereby 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
3/15/85

Registered Professional Engineer
and/or Land Surveyor

John W. West

Certificate No. **JOHN W. WEST, 676**

RONALD J. EIDSON, 3239

