PERMIT NO.

CONDITIONS OF APPROVAL, IF ANY:

## SUBMIT IN TRIPLICATE.

UN. ED STATES (Other instruct

FORM APPROVED OMB NO. 1004-0136 Expires: February 28, 1995

GENERAL REQUIREMENTS AND

OCT 6.

ATTACHED

DATE

t to conduct operations thereon.

## DEPARTMENT OF THE INTERIOR

5. LEASE DESIGNATION AND SERIAL NO. NM-0542015 32636 BUREAU OF LAND MANAGEMENT 6. IF INDIAN, ALLOTTEE OR TRIBE NAME APPLICATION FOR PERMIT TO DRILL OR DEEPEN 1a. TYPE OF WORK 7. UNIT AGREEMENT NAME DRILL 🗵 DEEPEN [ b. TYPE OF WELL SINGLE MULTIPLE Zone WELL X FARM OR LEASE NAME WELL NO. . F. "12" Federal #1 X OTHER NAME OF OPERATOR Santa Fe Energy Resources, Inc. 9. API WELL NO 3. ADDRESS AND TELEPHONE NO. 30-01 550 W. Texas, Suite 1330; Midland, Texas 79701 (915)682-6373 4. LOCATION OF WELL (Report location clearly and in accordance with any state requirements.) (F) 1650' FNL & 1730' FWL 40350 AND SURVEY OR AREA At proposed prod. zone Sec. 12, T-23-S, R-28-E DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE\*
miles East of Loving, New Mexico 12. COUNTY OR PARISH | 13. STATE Eddy New Mexico 15. DISTANCE FROM PROPUSED\* 16. O GELACERS IN LEASE NO. OF ACRES ASSIGNED TO THIS WELL LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. (Also to mearest drig, unit line, if any) 1650' 240 🚗 40 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. None 6900' Rotary 21. ELEVATIONS (Show whether DF, RT, GR, etc.) 22. APPROX. DATE WORK WILL START\* 3012' GR August 30, 1995 23. PROPOSED CASING AND CEMENTING PROGRAM 535 SIZE OF HOLE WEIGHT PER FOOT GRADE, SIZE OF CASING SETTING DEPTH QUANTITY OF CEMENT 12/4" J-55 8 5/8 24.0 5507 225 sx to circulate 7 7/8 K-55 5 1/2" 15.5 6900' 1100 sx to circulate We propose to drill to a depth sufficient to test the Delaware formation for oil.  $\mathscr{M}$ If productive, 5 1/2" casing will be run to TD. If non-productive, the well will be plugged and abandoned in a manner consistent with Federal Regulations. Specific programs as per Onshore Oil and Gas Order No. 1 are outlined in the following attachments: Drilling Program Exhibit A - Operations Plan Exhibit E - Topo Map at Location Exhibit B - BOP and Choke Manifold Exhibit F - Map Showing Existing Wells Exhibit C - Drilling Fluid Program Exhibit F (A) - Plat of Location Exhibit D - Auxiliary Equipment Exhibit G - Well Site Layout Surface Use and Operations Plan Santa Fe Energy Resources, Inc. accepts all applicable terms, conditions, stipulations and restrictions concerning operations conducted on the leased land or portion thereof, as described above. Bond Coverage: Blanket Bond BLM Bond File No.: MT 0750 IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen, 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 DATE \_M.26.95 Agent for Santa Fe Energy SIGNE APPROVAL SUBJECT TO (This space for Federal or State office use)

\*See Instructions On Reverse Side

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 operations of Approval 18 Applications of Application

APPROVAL DATE

DISTRICT I P. O. Box 1980 Hobbs, NM 88241-1980

State of New Mexico Energy Minerals, and Natural Resources Depotement

Form C-102 Revised 02-10-94

Instructions on back Submit to the Appropriate District Office
State Lease — 4 copies
Fee Lease — 3 copies

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

DISTRICT III 1000 Rio Brazos Rd. Aztec, NM 87410

## OIL CONSERVATION DIVISION P. O. Box 2088 Santa Fe, New Mexico 87504-2088

AMENDED REPORT

JOB #40856 9 49

DISTRICT IV P. O. Box 2088 Santa Fe, NM 87507-2088 WELL LOCATION AND ACREAGE DEDICATION PLAT 1 API Number <sup>2</sup> Pool Code Pool Name Loving Broshy Cangen East Culebra Bluff South Delaware <u> 30-015- 28685</u> 40350 \* Property Code <sup>5</sup> Property Name <sup>6</sup> Well Number H. F. '12' FEDERAL COM. OGRID No. Operator Name <sup>9</sup> Elevation SANTA FE ENERGY RESOURCES, INC. 3012' "SURFACE LOCATION UL or lot no. Section Township Range Lot Ida Feet from the North/South line Feet from the East/West line County F 12 23 SOUTH | 28 EAST, N.M.P.M. 1650 NORTH 1730 WEST **EDDY** "BOTTOM HOLE LOCATION IF DIFFERENT FROM SURFACE UL or lot no. Section Township Range Lot Ida Feet from the North/South line Feet from the East/West line 12 Dedicated Acres 13 Joint or Infill 14 Consolidation Code 15 Order No. 40 NO ALLOWABLE WELL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief. Signature Mame 1650' Institutorio James P. "Phil" Stinson Agent for Santa Fe Energy 1730' 7-26.95 SURVEYOR CERTIFICATION 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 belief. Date of Survey THE THE 1995 Signature and Seat, of Professional Surveyor, NAKY .\ BEZNER #7920

