



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Farmington District Office
6251 College Blvd. - Suite A
Farmington, New Mexico 87402



39-30242

IN REPLY, REFER TO: JIC464
3162.3-1 (NMF0110)

December 15, 2015

Elm Ridge Exploration Co, Inc.
P.O. Box 156
Bloomfield, NM 87413

Dear Sir or Madam:

Reference is made to your Applications to Permit to Drill (APD) for the following wells: Jicarilla Apache JV KD #11, Jicarilla Apache JV KD #12, Jicarilla 78 PC1, Jicarilla 78 PC2, Jicarilla 78 PC3, Jicarilla 77 PC1, Jicarilla 77 PC2, Jicarilla 77 PC3, Jicarilla 13 PC1, Jicarilla 13 PC2, Jicarilla 13 PC3, Jicarilla 13 PC4, Jicarilla 13 PC6, Jicarilla 40 PC2, Rincon B2, and Jicarilla Apache C 2E.

In view of the foregoing, this office has withdrawn these APDs. In addition, we will require a letter confirming that no surface disturbing activities have been conducted at these well sites. Please file the letter within 30 days of receipt of this notice.

Any surface disturbance conducted must be rehabilitated in accordance with the standards and guidelines established by this office. Please contact Flaniken, Jon M, Environmental Protection Specialist at (505) 564-7702 or email at mflaniken@blm.gov for information or inspections.

Under 43 CFR 3165.3, you may request an Administrative Review of any instructions, orders, or decisions issued by the Authorized Officer. Such a request, including all supporting documents, must be filed in writing within 20 business days of receipt of this notice and must be filed with the State Director, Bureau of Land Management, P.O. Box 27115, Santa Fe, New Mexico 87502-0115. Such a request will not result in a suspension of the instructions, orders, or decisions unless the reviewing official so determines. Procedures governing appeals from the instructions, orders, or decisions are contained in 43 CFR 3165.4 and 43 CFR 4.400 et. Seq.

If you have any questions, contact Abdelgadir Elmadani at (505) 564-7742.

Sincerely,

Abdelgadir Elmadani,
Petroleum Engineer
Petroleum Management Team

AV

CC: Well File
NMOCD

NOS: 05-11-055
 APOP: 04-05-01
 MP: bin
 SMA: bin
 BOND: 805973
 CAPA: NEEDS AWD DL

Elm Ridge Exploration Co
 H602404P
 NE 4

UNITED STATES
 DEPARTMENT OF THE INTERIOR
 BUREAU OF LAND MANAGEMENT

FORM APPROVED
 OMB No. 1004-0137
 Expires March 31, 2007

APPLICATION FOR PERMIT TO DRILL OR REENTER

| | | |
|--|---|--|
| 1a. Type of work: <input checked="" type="checkbox"/> DRILL <input type="checkbox"/> REENTER | | 5. Lease Serial No. 1410: 47 BIA CONTRACT 13 |
| 1b. Type of Well: <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/> Single Zone <input checked="" type="checkbox"/> Multiple Zone | | 6. If Indian, Allottee or Tribe Name JICARILLA APACHE |
| 2. Name of Operator ELM RIDGE EXPLORATION COMPANY, LLC | | 7. If Unit or CA Agreement, Name and No. N/A |
| 3a. Address P. O. BOX 156 BLOOMFIELD, NM 87413 | 3b. Phone No. (include area code) (505) 632-3476 | 8. Lease Name and Well No. JICARILLA 13 GD #6 |
| 4. Location of Well (Report location clearly and in accordance with any State requirements.)* At surface 825' FNL & 1695' FEL NWNE At proposed prod. zone SAME | | 9. API Well No. 30-039- 26242 |
| 14. Distance in miles and direction from nearest town or post office* 6 MILES NORTHEAST OF COUNSELORS, NM | | 10. Field and Pool, or Exploratory OTERO GALL. & BAS. DAKOTA |
| 15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) 945' | 16. No. of acres in lease 1,920 | 11. Sec., T. R. M. or Blk. and Survey or Area 34-24N-5W NMPM |
| 17. Spacing Unit dedicated to this well NWNE (Gallup) & E2 (Dakota) | 18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. 158' (P #4) | 12. County or Parish RIO ARRIBA |
| 19. Proposed Depth 7,000' | 20. BLM/BIA Bond No. on file BIA NATION WIDE 886441C 805973 | 13. State NM |
| 21. Elevations (Show whether DF, KDB, RT, GL, etc.) 6,638' GL | 22. Approximate date work will start* 08/01/2007 | 23. Estimated duration 4 WEEKS |

24. Attachments
SEE ATTACHED FOR CONDITIONS OF APPROVAL

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No.1, shall be attached to this form:

- Well plat certified by a registered surveyor.
- A Drilling Plan.
- A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office).
- Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).
- Operator certification
- Such other site specific information and/or plans as may be required by the authorized officer.

| | | |
|---------------------------------|---|---------------------------|
| 25. Signature <i>Brian Wood</i> | Name (Printed/Typed) BRIAN WOOD | Date 03/31/2007 |
|---------------------------------|---|---------------------------|

| | | |
|----------------------------|-----------------------|---------------------|
| Title CONSULTANT | PHONE: (505) 466-8120 | FAX: (505) 466-9682 |
|----------------------------|-----------------------|---------------------|

| | | |
|--|----------------------|-------------------------|
| Approved by (Signature) <i>D. J. Montezuma</i> | Name (Printed/Typed) | Date 2/2/2011 |
|--|----------------------|-------------------------|

| | |
|---------------------|----------------------|
| Title AFM | Office FFO |
|---------------------|----------------------|

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 thereon.
 Conditions of approval, if any, are attached.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make 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.

*(Instructions on page 2)

RV

FARMINGTON