Submit to Appropriate District Office State Lease - 6 copies Fee Lease - 5 copies

State of New Mexico Energy, Minerals and Natural Resources Department

30-039-2458

Form C-101 Revised 1-1-89

OIL CONSERVATION DIVISION DISTRICT I P.O. Box 1980, Hobbs, NM 88240

P.O. Box 2088

API NO. (assigned by OCD on New Wells) Santa Fe, New Mexico 87504-2088 DISTRICT II 5. Indicate Type of Lease P.O. Drawer DD, Artesia, NM 88210 STATE XX FEE DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410 6. State Oil & Gas Lease No. E-1207-1 APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK la. Type of Work: 7. Lease Name or Unit Agreement Name DRILL XX RE-ENTER PLUG BACK DEEPEN b. Type of Well: SINCE P. MULTIPLE ZONE WELL AX 2. Name of Operator Bannon Energy, Inc. c/o Holcomb Oil & Gas, Inc. 3. Address of Operator 9. Pool name or Wildcat P.O. Box 2058, Farmington, NM 87499 Counselors Gallup Dakota 4. Well Location Unit Letter : 2051 Feet From The South Line and 1410 Feet From The East Line 16 23N Section Township 6W Rio Arriba **NMPM** County 10. Proposed Depth 11. Formation 12. Rotary or C.T. 5900' Gallup Rotary 13. Elevations (Show whether DF, RT, GR, etc.) 14. Kind & Status Plug. Bond 15. Drilling Contractor 16. Approx. Date Work will start 6952' GR 12-15-89 PROPOSED CASING AND CEMENT PROGRAM SIZE OF HOLE SIZE OF CASING WEIGHT PER FOOT SETTING DEPTH SACKS OF CEMENT **EST. TOP** 12 ½ 8 5/8 24.0 1b.J-55 300' Cement to surface 4 3" 7 7/8" 10.5 1b. K-55 5900' 800 sx-volume to be calculated subsequent to logging.

Well to be drilled penetrate the Gallup Formation. All producing intervals i.n the Gallup will stimulated necessary.

EXHIBITS:

APPROVAL EXPIRES_ 5-30 UNLESS DRILLING IS COMMENCED.

"A" Topo map SPUD NOTICE MUST BE SUBMITTED WITHIN 10 DAYS.

BOP will be used. See attached diagram.

NOV 2 0 1989

IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: IF PR 20NE, GIVE BLOWOUT PREVENTER PROGRAM, IF ANY.	CONTROPOSAL IS TO DEEPEN OR PLUG BACK, GIVE DATA ON PRESENT PRODUCTIVE 25	DIST 3 ONE AND PROPOSED NEW PRODUCTIVE
I hereby certify that the information above is prushed complete to the best of	of my knowledge and belief.	
SIGNATURE MADELLE	mme Agent, Bannon Energy, Inc.	DATE 11-20-89
TYPEOR PRINT NAME W. J. Holcomb		TELEPHONE NO. 326-0550
(This space for State Use)	DEPUTY OIL & GAS INSPECTOR, DIST. #3	NOV 3 0 1989
APPROVED BY	TITLE	_ DATE
CONDITIONS OF AFFROVAL, IF ANY:		

Hald C-119 FIG 156

Submit to Appropriate District Office State Lease - 4 copies Fee Lease - 3 copies

State of New Mexico Energy, Minerals and Natural Resources Department

Form C-102 Revised 1-1-89

OIL CONSERVATION DIVISION

P.O. Box 2088

Santa Fe, New Mexico 87504-2088

DISTRICT II P.O. Drawer DD, Artesia, NM 88210

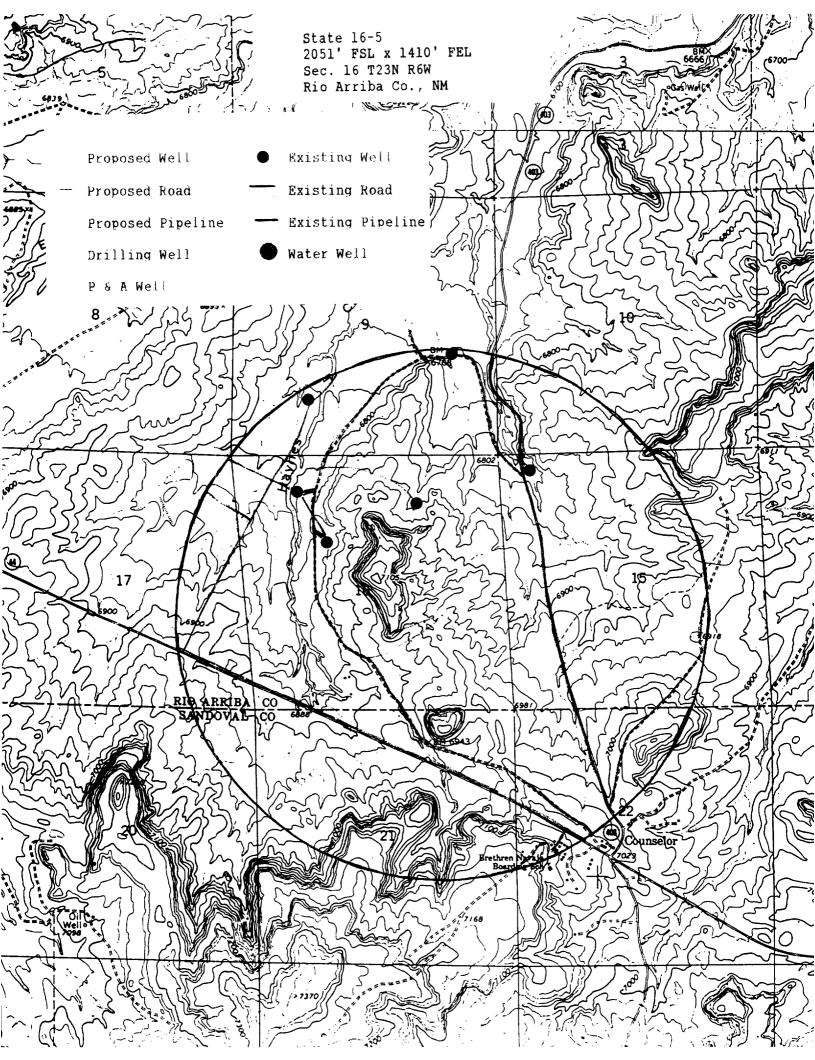
DISTRICT I P.O. Box 1980, Hobbs, NM 88240

DISTRICT III 1000 Rio Brazos Rd., Aziec, NM 87410

WELL LOCATION AND ACREAGE DEDICATION PLAT

All Distances must be from the outer boundaries of the section

Operator			Lease				Well No.		
I BANN	ON ENERGY, IN	C.		STATI	E 16		5		
1	16 Township	3 N.	Range R	.6 W.	NMP!	County RIC) ARRIBA		
Actual Ecotage Location of	SOUTH	Y	141	0	feet from	EAST	line		
leet	from the Producing Formation	line and	Pool		lea noi	II die	Dedicated Acreage:		
Ground level Elev. 6952	Gallup			ors Dakot			160 Acres		
1. Outline the acreage dedicated to the subject well by colored pencil or hachure 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 interest 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 nec	cessary. ill be assigned to the well until a	ill interests have b	en consolidated (b	y communitizati	on, unitizati	on, forced-pooling	g, or otherwise)		
or until a non-s	andard unit, eliminating such in	erest, has been ap	proved by the Divis	ion.					
	1						OR CERTIFICATION		
	! !		! {				certify that the information n in true and complete to the		
			i			best of my knowl			
	j					Signature //	HHO		
						UNN	Shelp		
						Printed Name	V		
			- - +				Holcomb		
						Position Agent	!		
	i		İ			Company			
	j		1			Bannon	Energy, Inc.		
	1					Date			
			i I			OLD LEN	OR CERTIFICATION		
	<u> </u>					SURVEY	OR CERTIFICATION		
			i			I hereby certify	y that the well location shown		
	i		j	1410		on this plat w actual surveys	as plotted from field notes of made by me or under my		
			Q <1 -		->	supervison, and	d that the same is true and		
					8.8	correct to the belief.	best of my knowledge and		
					6198.82	-			
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			2051			Professional Su R @HDW	ARD. DAGGET		
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	(constitution)			\	-36	1 4 V	CONTRACT HOLD		
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215		S 89-58	w Ni	5289.24	X		1 2 Est Pareseionat		
						·	and Surveyor		
0 330 660 990	1320 1650 1980 2310	2640 20	00 1500	1000 500	0		-		



State 16-5 2051' FSL x 1410' FEL Sec. 16 T23N R6W Rio Arriba Co., NM

2M SYSTEM

