SUBMIT IN TRIPLICATE.

(Other instructions on reverse side)

Form approved. Budget Bureau No. 42-R1425.

UNITED STATES

DEPARTMENT OF THE INTERIOR							5. LEASE DESIGNATION AND SERIAL NO.
GEOLOGICAL SURVEY						NM - 8888	
APPLICATIO	N FOR PERMIT	O DRILL, I	DEEPE	N, OR PL	UG BA	ACK	6. IF INDIAN, ALLOTTED OR TRIBE NAME
1a. TYPE OF WORK Di	RILL 🖫:	DEEPEN [PLU	IG BAC	K □	7. UNIT AGREEMENT NAME
	GAS X OTHER			NGLE	MULTIPL ZONE		S. FARM OR LEASE NAME
2. NAME OF OPERATOR						FEDERAL	
L. C. ENERGY, INC.						9. WELL NO.	
3. ADDRESS OF OPERATOR					3		
P.O. BOX 5064. WICHITA FALLS, TEXAS 76307						10. FIELD AND POOL, OR WILDCAT	
P.O. BOX 5064, WICHITA FALLS, TEXAS 76307 4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.*) At Surface						WILDCAT MY	
- 1850' FSL, 790' FWL					11. SEC., T., B., M., OR BLE. AND SURVEY OR AREA		
At proposed prod. zone						Sec. 8, T20N, R2W	
SAME						N.M.P.M.	
14. DISTANCE IN MILES	AND DIRECTION FROM NEA	REST TOWN OR POS	T OFFICE	OFFICE*			12. COUNTY OR PARISH 13. STATE
	N/A					Sandoval N.M.	
15. DISTANCE FROM PROPOSED* LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. (Also to nearest drig, unit line, if any) 790						TO T	OF ACRES ASSIGNED HIS WELL 160
18. DISTANCE FROM PROPOSED LOCATION* TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT.			19. PROPOSED DEPTH 20. RO			20. ROTA	RY OR CABLE TOOLS
			3000' RO			RO'	ΓARY
21. ELEVATIONS (Show w	whether DF, RT, GR, etc.)		<u> </u>		······································		22. APPROX, DATE WORK WILL START*
	6873' GR.						11-10-77
23.]	PROPOSED CASI	NG ANI	CEMENTING	PROGRA	M	
SIZE OF HOLE	SIZE OF CASING	WEIGHT PER F	тоот	SETTING D	CPTH C		QUANTITY OF CEMENT
12 ½	8 5/8	24.0		500		40.) sxs
6 3/4	3/4 4 ½ 10.5		3000		TO BE DERTERMINED		
	i	1		ı	1		
THE T	OM TADOGOGG	DDTTT MI	T 0 TT	77 T T T T T T T T T T T T T T T T T T	. D.O.M.A	D 37 M	207.0

THIS PROPOSAL TO DRILL THIS WELL WITH ROTARY TOOLS, USING MUD FOR SURFACE HOLE AND AIR AS CIRCULATING MEDIUM FOR 6 3/4" HOLE. PRODUCTION CASING WILL BE CEMENTED IN SUCH A MANNER TO PROTECT PRODUCING INTERVALS.

ESTIMATED FORMATION TOPS

CLIFF HOUSE - 1000' POINT LOOKOUT - 2750' MANCOS - 2950'



THE SW/4 SECTION 8 IS DEDICATED TO THIS WELL. THE NATURAL GAS PRODUCED FROM THIS WELL IS NOT COMMITED.

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. If proposal is to drill or deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout

reventer program, if any.		
FOR: L.C. ENERGY INCOME F. N. WALSH P. F.	PREISDENT, WALSH ENGR. TITLE & PROD. CORPORATION DATE 10-7-77	
(This space for Federal or State office use)		
PERMIT NO.	APPROVAL DATE E G E I V E []	
APPROVED BY	TITLE DATE	
CONDITIONS OF APPROVAL, IF ANY:	OCT 1 7 1977	
~ 0.2	001 1 1 1977	

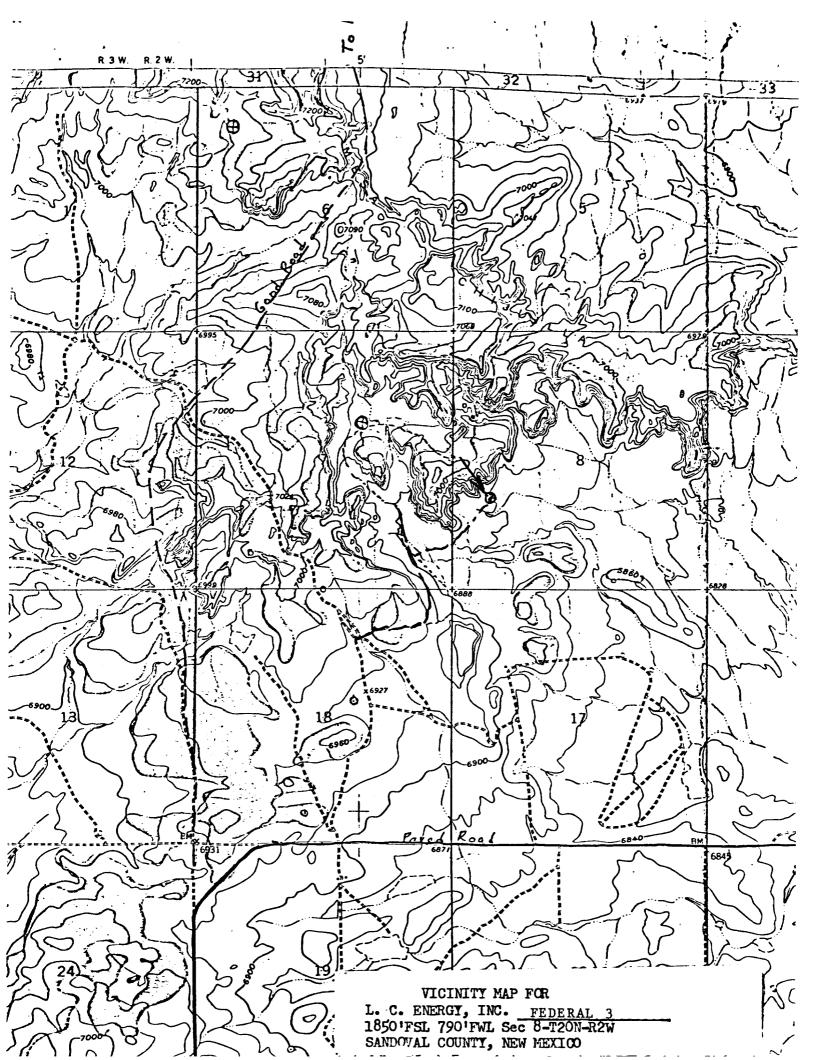
*See Instructions On Reverse Side

orgeograph submen

NEW MEXICO OIL CONSERVATION COMMISSION WELL LOCATION AND ACREAGE DEDICATION PLAT

All distances must be from the outer boundaries of the Section.

Operator Lease Well No. L. C. Energy, Inc. FEDERAL 3 Unit Letter Township Section Range County Sandoval 20N Actual Footage Location of Well: 1850 South 790 feet from the line and feet from the West line Ground Level Elev. **Producing Formation** Dedicated Acreage: 6873 WILDCAT 160 -Mesa Verde 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 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.). 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 con-EWELL P.E. WALSH, PRESIDENT Company WALSH ENGR. & PROD. CORP. <u> 10-7-77</u> Sec I hereby certify that the well location shown on this plat was plotted from field 7901 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. 330 660 .90 1320 1650 1980 2310 2000 1500 1000 500



DEVELOPMENT PLAN

L. C. ENERGY FEDERAL NO. 3 1850'FSL, 790' FWL, SECTION 8, T20N, R 2W SANDOVAL COUNTY, NEW MEXICO

- 1. Existing roads shown on attached plat.
- 2. Planned access from existing road is approximately 100' to new location.
- 3. Location SEE ABOVE
- 4. NO additional well is planned on this lease at this time.
- 5. Production equipment or storage facilities proposed for the well will be installed on location.
- 6. Water will be obtained from water source at Johnson Trading Post.
- 7. Waste materials will be buried on location or in reserve pit.
- 8. No permanent camp is planned. A trailer house will be used on location during drilling process.
- 9. No airstrip proposed.
- 10. See attached plat for layout.
- 11. Pits will be filled, location cleaned up, and area not in use for producing well will be reseeded.

DEVELOPMENT PLAN

Page 2 of 2

12. Lessee's or operator's representative.

Ewell N. Walsh: 325-8203; Radio Dispatch 325-1873, Car 620. Address: P. O. Box 254, Farmington, New Mexico 87401

13: CERTIFICATION:

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 will be performed by:

L. C. ENERGY, INC.

and its contractors and subcontractors in conformity with this plan and the terms and conditions under which it is approved.

Ewell N. Walsh, P.E., President, Walsh Engineering & Production

Corporation

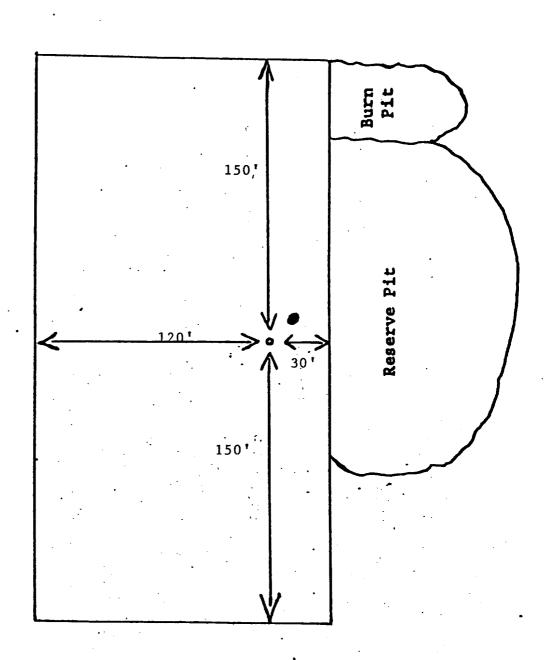
LOCATION LAYOUT

L. C. ENGEGY

FEDERAL NO. 3

1850' FSL, 790' FWL, SECTION 8, T 20N, R2W

SANDOVAL COUNTY, NEW MEXICO



L. C. ENERGY, INC.
FEDERAL NO. 3
1850'FSL, 790' FWL, SECTION 8, T20N, R2W
SANDOVAL COUNTY, NEW MEXICO

Seven Point Well Control Program

- Surface Casing.
 See Application for Permit to Drill.
- 2. Spools and Flanges
 - A. Surface Casing Schd. Series 600, 2000 psi W.P.
 - B. Production, Schd. Series 600, 2000 psi W.P.
 - C. Tubing Head Series 600, 2000 psi W.P.
- 3. Intermediate Casing.
 None
- 4. Blowout Preventers Production Hole - 10" 2000 psi Fill, kill and choke manifold - 5000 psi W.P.
- 5. Addition Equipment (If necessary)
 - A. Kelly Cock
- D. Pit Level Indicator
- B. Bit Float
- E. Sub with Valve for Drill Pipe.
- C. Degasser
- 6. Anticipated Bottom Hole Pressure.
 800 psi.
- 7. Drilling Fluid.

Air.