SUBMIT IN TRIPLICATE*

Form approved. Budget Bureau No. 42-R1425.

DISTRICT ENGINEER

| UNITED STATES | (Other instructions on reverse side) | 30-045-25 |
|----------------------------|--------------------------------------|-----------------------------|
| DEPARTMENT OF THE INTERIOR | | 5. LEASE DESIGNATION AND SE |

| GEOLOGICAL SURVEY | | | | NM 18463 | | | | |
|---|------------------------|---|---------------------------|--|-------------------------|--|--|--|
| APPLICATION | FOR PERMIT | r to drill, [| DEEPE | N, OR PLUG | BACK | 6. IF INDIAN, ALLOTTEE OR TRIBE NAME | | |
| 1a. TYPE OF WORK DRIL | L 🛚 | DEEPEN [| | PLUG B | ACK 🗌 | 7. UNIT AGREEMENT NAME | | |
| b. TYPE OF WELL | | | SI | NGLE NOL | TIPLE | 8. FARM OR LEASE NAME | | |
| WELL X WE. 2. NAME OF OPERATOR | LL OTHER | | ZO | NE X ZON | <u> </u> | | | |
| Kenai Oil ar | nd Gas Inc. | . 2000 E | nerg | y Center O | ne | Federal-5 | | |
| 3. ADDRESS OF OPERATOR | 14 445 2110 | 717-17 | | | <u> </u> | 43 | | |
| | | Denver | , Co | lorado 8020 | 02 | 10. FIELD AND POOL, OR WILDCAT | | |
| 4. LOCATION OF WELL (Rep. At surface | port location clearly | and in accordance wit | h any S | tate requirements.*) | | Nageezi Gallup | | |
| 1660 FSL and | 620 FEL | | | | | 11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA | | |
| At proposed prod. zone | | | | | | J Good & MOON DOW | | |
| Same 14. distance in miles as | NO DIRECTION FROM | NEAREST TOWN OR POS | T OFFICE | g • | | Sec-5-T23N-R8W 12. COUNTY OR PARISH 13. STATE | | |
| 41 miles-Blo | | | | | | San Juan N.M. | | |
| 15. DISTANCE FROM PROPOS | | W Menioo | 16. NO | OF ACRES IN LEASE | | OF ACRES ASSIGNED | | |
| LOCATION TO NEAREST PROPERTY OR LEASE LI (Also to nearest drlg. | NE, FT. | 620 ' | 22 | 43.16 | 10 T | 40 | | |
| 18. DISTANCE FROM PROPO | SED LOCATION* | | 1 | OFOSED DEPTH | | ARY OR CABLE TOOLS | | |
| OR APPLIED FOR, ON THIS | | | | | Ro | tary | | |
| 21. ELEVATIONS (Show whet | her DF, RT, GR, etc. |) | | | | 22. APPROX. DATE WORK WILL START* | | |
| 6851 GL | | | | | | 6-1-81 | | |
| 23. | | PROPOSED CASH | NG ANI | CEMENTING PRO | GRAM | | | |
| SIZE OF HOLE | SIZE OF CASING | WEIGHT PER F | OOT | SETTING DEPTH | | QUANTITY OF CEMENT | | |
| 12 1/4" | 8 5/8" | 24# | | 550' | 300 | | | |
| 7 7/8" | 4 1/2" | 10.5# | | 5500' | 815 | sx-cover Ojo Alamo | | |
| blind and pi | - | ion 5 is de DRMLING (SUBJECT T "GEMEDAL This 8 | dica PERAT OCOM REQUIR | ted to this ONS AUTHORIZED A PERANCE WITH ATTA | s well. ARE ACHED | JUL 22 1981 OIL CON. COM. DIST. 3 | | |
| zone. If proposal is to depreventer program, if any 24. | lrill or deepen direct | ionally, give pertinen | t data o | on subsurface location | s and measure | ductive gone and proposed new productive and true vertical depths. Give blowou | | |
| (This spice for Feder | al or State office use |) | · | APPROVAL DATE | 1- | APPROVED AS AMENDED | | |
| • | al or State office use |) | | APPROVAL DATE | 1- | APPROVED | | |

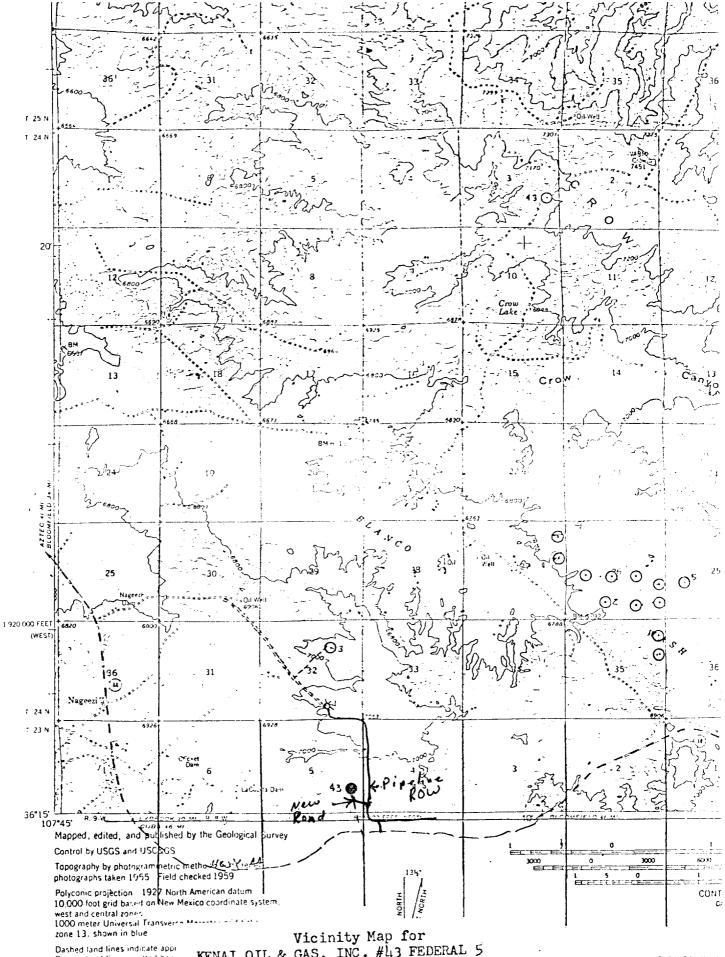
d.J.

P. O. BOX 2088 SANTA FE, NEW MEXICO 87501

Form C-107 Revised 10-1-78

All distances must be from the cuter houndaries of the Section.

| | _ | | VII 0111 | nces muss 14 1/ | | ,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,, | | | |
|----------------------------|---------------------|---------------------|--------------|--|--------------|--|------------|---------------------------------------|---|
| perator | | | | | Leasa | | | | Well No. |
| KENAI OIL | | | | • | FEDERA | L 5 | Ta | | 43 |
| nit Letter | Section | | Townshi | P | Range | | County | | |
| I | 5 | Walle | 23N | | <u>8w</u> | | San J | uan | |
| ctual Footage Loc 1660 | | | South | • | 620 | _ | | Eac+ | 11 |
| ound Level Elev: | | om the | South | line and | Pool | lee | t from the | East | line Dedicated Acreage: |
| 6851 | 1 | Gall | | | Nagee | zi | | | 40 Acres |
| | | | | 1 1 | | | | | |
| 2. If more the interest ar | ian one nd roya | lease | is dedicat | ed to the wel | l, outline e | each and id | entify the | ownership | the plat below. thereof (both as to working |
| | | itizatio | n, unitizati | ownership is on, force-pool ""yes;" type o | ing. etc? | | | interests | of all owners been consoli- |
| this form i No allowai | f neces ble will | sary.)_ be ass | igned to the | e well until al | l interests | have been | consolida | ited (by co | ommunitization, unitization, en approved by the Commis- |
| Bion. | | | | | | | | | |
| | | | | | 1 | | 7 | | CERTIFICATION |
| | ! | | | | 'i | | l | | |
| | | | | | 1 | | 1 | 1 hereb | y certify that the information con- |
| | | | | | 1 | | | | herein is true and complete to the |
| | 1 | | | | ĺ | | | best of | my knowledge and belief |
| | 1 | | | | ı | | | | 15 400 1100 1 |
| | 1 | | | | | | | Name | w to conserve |
| | + - | | | | | | | Norme | Agent |
| | • | | | | i i | | - 1 | Position | ngerr v |
| | ! | | | | 1 | | | 1 . | Oil and Gas, Inc. |
| | | | | | i | | i | Company | |
| | ı | | Sec. | | · I | | | | 5-1 - 81 |
| | 1 | | | | , | | | Date | |
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| | | | | | | | | I here | by certify that the well-location |
| | ' | | | 5 | | | | shown | on this plat was plotted from field |
| | | -8'1 Bi | | | | | | notes | of actual surveys made by me or |
| | 155 | 111 | EN! | | Î | | | under | my supervision, and that the same |
| | /Q\\ | TIA | rn / | | | (Ö+ | 6201 | is too | e and correct to the best of my |
| | MI | | 1001 | | | Ť | | knowle | edge and belief. |
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| • | ျသုပ | | | | | | | | |
| ' | 101 | DIST | COM. | | 1 | | | Date Sur | veyed |
| | | יו כוע | | | 1 | 5 | 1 | Apri | 1 27, 1981 |
| | | | | | 1 | 1660 | 1 | - , | ed Professional Engineer |
| | 1 | _ | | | 1 | -1 | l | and L | and Surveyor |
| | i . | | | | 1 | | İ | the | edsterrick |
| | 1 | | | | 1 | | ł | Fred | B. Kerr dr. |
| | | | | | | | | Certifica | te No? MERR. |
| | | S | cale: 1" | =1000' | | | | 3950 | |



Dashed land lines indicate application land lines omitted because

Vicinity Map for KENAI OIL & GAS, INC. #43 FEDERAL 5 1660'FSL 620'FEL Sec. 5-T23N-R8W SAN JUAN COUNTY, NEW MEXICO

"U.S. GEOLOGICAL SURV OLDER DESCRIBING TOPOGHA