CONFIDENTIAL

Form 3160-3 FORM APPROVED SUBMIT IN TRIPLICATE UNITED STATES (July 1992) (Other instructions on OMB NO. 1004-0136 DEPARTMENT OF THE INTERIOR Expires February 28, 1995 reverse side) BUREAU OF LAND MANAGEMENT 5. LEASE DESIGNATION AND SERIAL NO. APPLICATION FOR PERMIT TO DRILL OR DEEPEN MDA 701-98-0013 1a. TYPE OF WORK 6. IF INDIAN, ALLOTTEE OR TRIBE NAME DHILLEU KIRGUE, A.M. Jicarilla Apache TYPE OF WELL UNIT AGREEMENT NAME Gas Well Oil Well Single Zone Multiple Zone 2. NAME OF OPERATOR 8. FARM OR LEASE NAME, WELL NO Mallon Oil Company Jicarilla 29-02-20 #1 3. ADDRESS AND TELEPHONE NO. 9. API WELL NO. P.O. Box 2797 Durango, CO 81302 (970) 382-9100 10. FIELD AND POOL, OR WILDCAT E. Blanco, Pictured Cliffs 4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.) 860' FNL and 660' FWL (NW/NW) Unit D At surface 11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA At proposed prod. zone 860' FNL and 660' FWL (NW/NW) Unit D Sec. 20, T29N-R2W 14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE છાછાં. છ 12. COUNTY OR PARISH 57 miles east of Bloomfield, New Mexico Rio Arriba NM 15 DISTANCE FROM PROPOSED * 16. NO. OF ACRES IN LEASE 17. NO. OF ACRES ASSIGNED 7643 LOCATION TO NEAREST TO THIS WELL PROPERTY OR LEASE LINE, FT. 39,360 (Also to nearest drig. unit line, if any) 18. DISTANCE FROM PROPOSED LOCATION* 19. PROPOSED DEPTH 20. ROTARY OR CABLE TOOLS 4174' TO NEAREST WELL, DRILLING, COMPLETED, 4500' OR APPLIED FOR, ON THIS LEASE, FT. Rotary 7138' GR 22. APPROX.DATE WORK WILL START 12/15/98 21. ELEVATIONS (SHOW WHETHER DF, RT, GR, Etc.) 23 PROPOSED CASING AND CEMENTING PROGRAM SIZE OF HOLE QUANTITY OF CEMENT GRADE, SIZE OF CASING WEIGHT PER FOOT SETTING DEPTH 12-1/4" 24# 500' 8-5/8" Circulate to surface 7-7/8" 5-1/2" 15.5# 4500 570 sks Mallon Oil Company proposes to drill to a depth sufficient to test the Pictured Cliffs formation. If productive, 5-1/2" casing will be cemented at TD. If non-productive, the well will be plugged and abandoned in a manner consistent with Federal regulations. Specific programs as per on-shore Oil and Gas Order No. 1 are outlined in the following attachments: **Drilling Program** Exhibit 1: Blow Out Preventor Equipment/Plan Exhibit D: **Drilling Site Layout** Location and Elevation Plat Exhibit A: Exhibit E: **Production Facilities** Exhibit B: Roads and Pipelines Exhibit F: **H2S Contingency Plan** Exhibit C: One Mile Radius Map Exhibit G: **Environmental Assessment** 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. 24 TITLE: Operations Superintendent SIGNED DATE 12/01/98 Terry Lindeman (This space for Federal or State office use) ${\cal N}{\leq}$ PERMIT NO APPROVAL DATE

Title 18 U.S.C. Section 1001, makes 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.



operations thereon

APPROVED BY Joe Incardine

NSL FormSJ-PC-N-other on For Jicarula Limile

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

*See Instructions On Reverse Side

DISTRICT I P.O. Box 1980, Hobbs, N.M. 88241-1980

State of New Mexico
Energy, Minerals & Natural Resources Department

Form C-102 Revised Febuary 21, 1994

Instructions on back Submit to Appropriate District Office

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

OIL CONSERVATION DIVISION
P.O. Box 2088
Santa Fe, NM 87504-2088

State Lease — 4 Copies Fee Lease — 3 Copies

DISTRICT IV PO Box 2088, Santa Fe, NM 87504-2088

1000 Rio Brazos Rd., Astec, N.M. 87410

☐ AMENDED REPORT

		1	WELL 1	LOCATIO	ON AND A	CREAGE DED	ICATION P	LAT		
¹ API Number			Pool Code			² Pool Name				
30-03	39-0	6093	73 72400 East B				lanco; Pictured Cliffs Ext			
Property C	Code /8	Froperty Name JICARILLA 29-02-20							Well Number	
* OGRED No. 013925		"Operator Name MALLON OIL COMPANY							* Elevation 7138'	
	:				10 Surface	Location				
L or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County	

D 20 29-N | 2-W 860 NORTH 660 WEST RIO ARRIBA ⁿ Bottom Hole Location If Different From Surface UL or lot no. Section Township Lot Idn Range Feet from the North/South line Feet from the East/West line County Dedicated Acres 12 Joint or Infill 14 Consolidation Code 15 Order No. 160

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



