SUBMIT IN TRIPLICATE*

(Other instructions on reverse side)

Form approved.

UNITED STATES DEPARTMENT OF THE INTERIOR

| | \mathbf{B}_{1} | udge | et l | Burea | u N | o. 42 | 2-R | 142 |
|-------|------------------|------|------|----------|------|-------|------|-----|
| 30 | | زے | 4 | <u>_</u> | نتے۔ | 3 | Ģ | 9 |
| 5. LE | ASE | DES | IGN | ATION | AND | SER | IAT. | NO |

| | | | | | | mind budding ito. |
|---|----------------------|-----------------|-----------------|-----------|-------------------------------------|-------------------|
| GEOLOG | ICAL SURVEY | | | į | CD 070106 | |
| A DDI ICATIONI FOR DEDIAIT TO | O DDILL DEE | DENI OD | DI LIC D | | SF-078106 6. IF INDIAN, ALLOTTER | OR TRIBE NAME |
| APPLICATION FOR PERMIT TO | J DRILL, DEI | PEIN, OR | PLUG B | ACK | | |
| 1a. TYPE OF WORK | _ | | | | 7 | |
| DRILL[X] | DEEPEN 🔙 | ł | PLUG BAC | K 📙 📗 | 7. UNIT AGREEMENT N | AME |
| b. TYPE OF WELL | | | | | Gallegos Ca | nuon Unit |
| OIL GAS WELL OTHER | | SINGLE XX | MULTIPL ZONE | E | 8. FARM OR LEASE NAM | |
| 2. NAME OF OPERATOR | | | | | Gallegos Ca | nuon Unit |
| T | T | | | | 9. WELL NO. | 114011 01111 |
| Energy Reserves Group, 1 | L II C | | | | | ,- |
| V. Industrial St. Communication | | | | | 29 6 | |
| P.O. BOX 3280, Casper, V. 4. LOCATION OF WELL (Report location clearly and in | lyoming 8. | 2602 | | | 10. FIELD AND POOL, O | R WILDCAT |
| 4. LOCATION OF WELL (Report location clearly and in At surface | a accordance with an | y State require | ements.*) | | West Kutz P | ictured Clif |
| 800 FSL & 950 FWL (SW/SW | 7) | | | - | 11. SEC., T., R., M., OR I | BLK. |
| • | , | | | | AND SURVEY OR AR | ELA |
| At proposed prod. zone | | | _ | | | |
| | | | | | Sec. 15, T2 | |
| 14. DISTANCE IN MILES AND DIRECTION FROM NEARE | ST TOWN OR POST OF | FICE* | | | 12. COUNTY OR PARISH | 13. STATE |
| 8 Miles South of Farming | gton New Me | exico | | | San Juan | New Mexico |
| 15. DISTANCE FROM PROPOSED* | | NO. OF ACRES | IN LEASE | | F ACRES ASSIGNED | |
| LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. |) ., | | | то тн | IIS WELL | |
| (Also to nearest drlg. unit line, if any) | | nitized | | | 160 | |
| 18. DISTANCE FROM PROPOSED LOCATION* TO NEAREST WELL, DRILLING, COMPLETED, | 19 | PROPOSED DEP | тн | 20. ROTAR | Y OR CABLE TOOLS | |
| OR APPLIED FOR, ON THIS LEASE, FT. 300 | 00' 16 | 550 ' | | Rotar | y | |
| 21. ELEVATIONS (Show whether DF, RT, GR, etc.) | | | | | 22. APPROX. DATE WO | RK WILL START* |
| 5581 CB | | | | | Nov. Dec. | |

 $\overline{23}$. PROPOSED CASING AND CEMENTING PROGRAM SIZE OF HOLE SIZE OF CASING WEIGHT PER FOOT SETTING DEPTH QUANTITY OF CEMENT 120'-200' 1 2½" 8-5/8" 24# Cmt to surface 43" <u>9.5</u># 1650' 6-3/4" Cmt to surface

Energy Reserves Group, Inc. proposes to drill the above referenced well with rotary tools from surface to T.D. The anticipated zone of completion is the Pictured Cliffs Formation, 1400' - 1650'. No DST's are planned. Copies of all logs run will be furnished upon completion of the well.

RECEIVED

NOV 1 9 1979

U. S. GEOLOGICAL SURVEY FARMINGTON, N. M.

gas delicited

| SIGNED CECCEA VILLE | Field Services Administ. | 10-31-79 |
|--|--------------------------|----------|
| (This space for Federal or State office use) | | |
| PERMIT NO. | APPROVAL DATF | |
| APPROVED BY CONDITIONS OF APPROVAL, IF ANY: | TITLE DATE | |

NMOCC

*See Instructions On Reverse Side

of 3mh

OIL CONSERVATION DIVISION

STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT

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

Form C-102 kevised 10-1-78

All distances must be from the cuter houndaries of the Section

| | | VII GIRTRUI SE WARE | le from the cuter house | | | |
|--------------------------|--------------------------------------|----------------------|-------------------------|--|--|-----------------------------------|
| Operator | | | Lease | | Well No. | _ |
| | SERVES GROUP | 1 | | CANYON UNIT | 296 | |
| Unit Letter | Section | Township | Range | County | _ | |
| M | 1 15 | 28N | 12W | <u> </u> San | Juan | |
| Actual Footage Lo | | - | 242 | | | |
| 800 Ground Level Elev | | South line | ond 950 I⊇ool | feet from the | West line Dedicated Acreage: | |
| 5581 | | | 1 | Diaturad C | . | Acres |
| | | d Cliffs | | Pictured C | | Acres |
| 2. If more t | _ | • | | - | marks on the plat below. | working |
| dated by | communitization, No If a | unitization, force-p | pe of consolidatio | n | interests of all owners been o | |
| this form No allowa | if necessary.) ble will be assign | ed to the well unti | l all interests hav | e been consolidat | ed (by communitization, uniti s, has been approved by the C | ization, |
| | | | | | CERTIFICATION | |
| | 1 | | 1 | | I hereby certify that the informa tained herein is true and comple best of my knowledge and belief. | te to the |
| | | | | | Position Field Services Admi | nist |
| | | Sec. | 1 | | Company Energy Reserves Gro Date October 31, 1979 | ou p |
| | | | | | I hereby certify that the well shown on this plat was plotted for notes of actual surveys made bunder my supervision, and that this true and correct to the best knowledge and belief. | rom field by me or the same |
| 950' (| | | - | See Andrew Control of the Control of | Date Surveyed October Registered Processional Professional Control of Land Surveyord Fred 32 Kerr J | |
| | | | | | Certificate No. | |
| 0 330 660 | -90 1320 1650 193 | 80 2310 2640 | 2000 1500 10 | 0 800 0 | 3950 | |

Supplemental to Form 9-331C

1. The geologic name of the surface formation.

Nacimento

2. The estimated tops of important geologic markers.

| Kirtland | 240' |
|-----------------|-------|
| Fruitland | 1050' |
| Pictured Cliffs | 1400' |
| T.D. | 1650' |

3. The estimated depths at which articipated water, oil, gas, or other mineralbearing formations are expected to be encountered.

The Pictured Cliffs Formation @1400-1650' is expected to be gas productive.

4. The proposed casing program, including the size, grade, and weight-per-foot of each string and whether new or used.

| 8 5 / 8 " | 24# | θ | 120-200' | Cement | to | surface |
|-----------|------|----------|----------|--------|----|---------|
| 4-1/2" | 9.5# | θ | 1650' | Cement | to | surface |

5. The lessee's or operator's minimum specifications for pressure control equipment which is to be used, a schematic diagram thereof showing sizes, pressure ratings (or API series), and the testing procedures and testing frequency.

Pressure control equipment to consist of an 8" hydraulically operated double ram BOP series 900, 3000#. The BOP will be pressure tested to 500 psi after installation and prior to drilling out from under

6. The type and characteristics of the proposed circulating medium or mediums to be employed for rotary drilling and the quantities and types of mud and weighting material to be maintained.

Well is to be drilled with gel mud plus required additives for hole conditions and formations to be drilled. Normally about 25sx. of gel will be on location at one time.

7. The auxiliary equipment to be used, such as (1) kelly cocks, (2) floats at the bit, (3) monitoring equipment on the mud system, (4) a sub on the floor with a full opening valve to be stabbed into drill pipe when the kelly is not in the string.

Kelly cock stop for 3½" drill pipe, and a full opening floor valve to stab into the drill pipe.

Page 2

8. The testing, logging, fracing, and coring programs to be followed with provision made for required flexibility.

No coring is planned, no DST's are planned. Logs will probably be IES only. Nitrogen-water (foam) fracing consisting of approximately 20,000 gal. of 70% quality foam with 25,000 # 10-20 sand.

9. Any anticipated abnormal pressures or temperatures expected to be encountered or potential hazards such as hydrogen sulfide gas, along with plans for mitigating such hazards.

No abnormal pressure or temperatures are anticipated. H2s is not a potential problem in the area.

10. The anticipated starting date and duration of the operations.

It is planned to commence operations as soon as regulatory approval has been received and a rig can be obtained. It is anticipated it will take 3-4 days to drill and log this well.

ENERGY RESERVES GROUP, INC.

MULTI-POINT SURFACE USE PLAN

1. EXISTING ROADS

Go east from Farmington 6½, turn south for approx 3½ miles.

2. PLANNED ACCESS ROADS

Approx 1400' of new road will be required

3. LOCATION OF EXISTING WELLS

See attachments

LOCATION OF EXISTING AND/OR PROPOSED FACILITIES

- (1) None anticipated
 - A separator may be required if well produces fluid. (2)
 - (3) N.A.
 - (4) If the well is a producer, El Paso Natural Gas Co. will install gathering line under a right-of-way permit.
 - (5) N.A.
 - (6) N.A.
- If the well is productive, all facilities will be within the disturbed area. A small pit (20' x 20') may be required if any water is produced. The pit will be fenced w/sheep wire to protect livestock and wildlife.
- If the well is productive, the reserve pit will be fenced and allowed to dry up. As soon as it is dry, it will be filled and the area restored to its original contour. All trash and debris will be removed.

If the well is dry, the pit will be fenced and allowed to dry. The location and access road will be recontoured and reseeded as per

BLM specifications. LOCATION AND TYPE OF WATER SUPPLY

Water will be hauled by truck, probably from well 257 injected fac-

ilities.
SOURCE OF CONSTRUCTION MATERIALS

None Anticipated.

METHODS FOR HANDLING WASTE DISPOSAL 7.

- (1&2) All cuttings and drilling fluids will be contained in the reserve pit.
- Produced fluids, If any, will be contained in portable tanks, (3) unless it is good water which will be directed into the pit and allowed to evaporate or soak into the ground.
- A portable toilet will be used during drilling and completion (4)operations.
- (5) All trash will be buried in a small trash pit along side of the ANCILLARY FACILITIES See item 4C

None required.

IO. PLANS FOR RESTORATION OF SURFACE

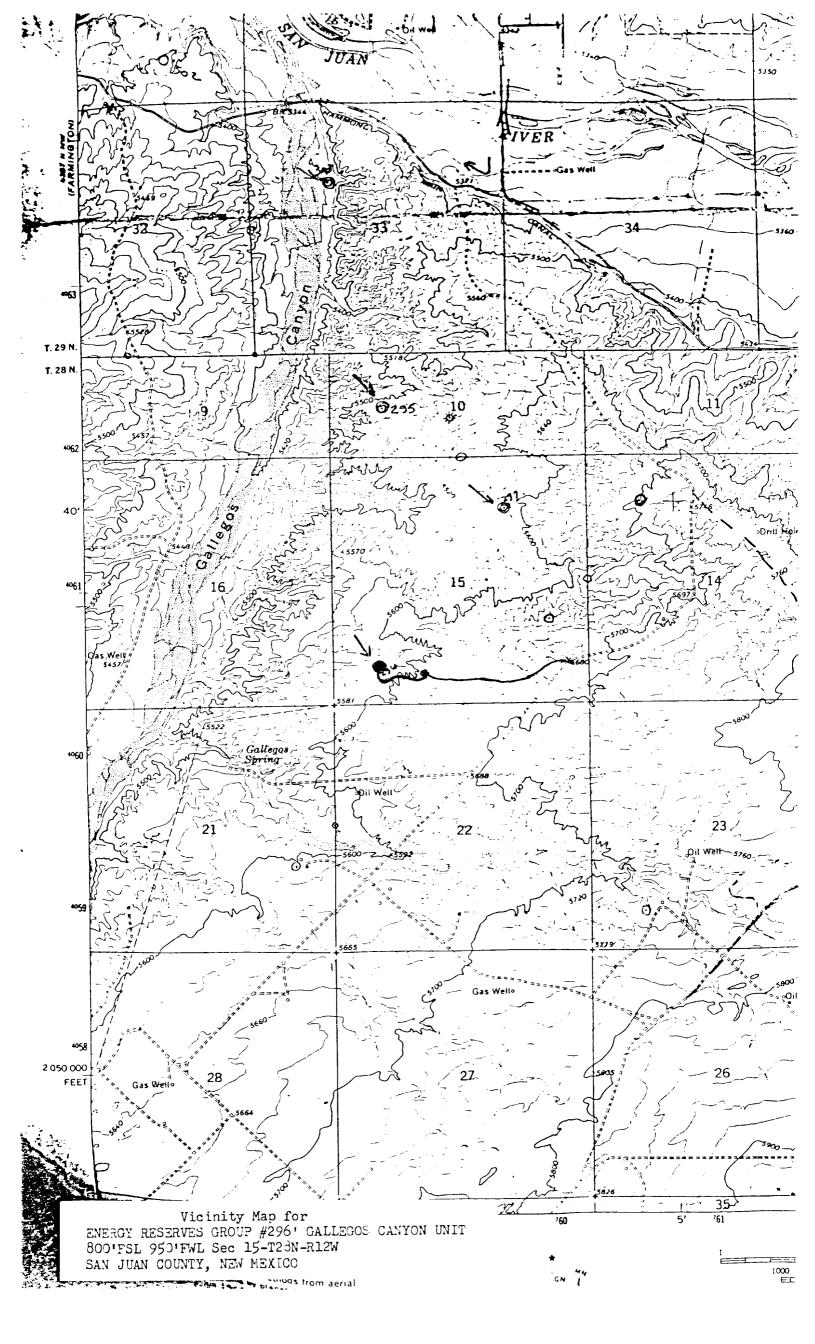
Upon completion of the well, the reserve pit will be fenced and allowed to dry. Any accumulation of oil will be skimmed off the pit and trucked to a disposal site.

The disturbed area will be recontoured to its original contour and reseeded as per BLM's recommendations. It is planned to commence rehabilitation as soon as the pit has dried and weather permits.

11. OTHER INFORMATION

- (1) The area is generally rolling hills near the well site. The soil i composed mostly of sand with only sparce vegetation. Sage brush, cactus and assorted native grasses. Wildlife consists of rodents and birds.
- The surface is public land and is not presently used for any activity, ie: grazing, recreation, etc.
- (3) The San Juan River is appx. 2½ miles north of the proposed well.

There was no evidence of any historical archaeological or cultural sites in the area to be disturbed.



| Well Name Gallegos Canyon Unit + Location Sw 15-23-12 | t 2:9% |
|--|------------------|
| Location Sw 15-23-12 | |
| Formation P.C. | |
| | • |
| Ma the was a second | ₽ |
| We, the undersigned, have inspected this location | and road. |
| | |
| U. S. Forest Service | Date . |
| Archaeologist | 10/16/79 |
| Alchaeologist | Date |
| | |
| Bureau of Indian Affairs Representative | Date |
| 2000 | 10// |
| Bureau of Land Management Representative | 10/16/75 Date |
| | buce , |
| U. S. Geological Survey Representative | •—————————— |
| | Date |
| Seed Mixture: | |
| Equipment Color: BROWN | |
| Road and Row: (Same) or (Separate) | |
| Remarks: | |
| | · · |
| | • |
| | |

5. LEASE SF-078106

UNITED STATES DEPARTMENT OF THE INTERIOR GFOLOGICAL SURVEY

| GEOLOGICAL SURVEY | 6. IF INDIAN, ALLOTTEE OR TRIBE NAME |
|---|--|
| SUNDRY NOTICES AND REPORTS ON WELLS (Do not use this form for proposals to drill or to deepen or plug back to a different reservoir. Use Form 9–331–C for such proposals.) | 7. UNIT AGREEMENT NAME Gallegos Canyon Unit 8. FARM OR LEASE NAME |
| 1. oil gas sother | Gallegos Canyon Unit 9. WELL NO. |
| 2. NAME OF OPERATOR Energy Percentage Crown The | 296 10. FIELD OR WILDCAT NAME |
| Energy Reserves Group, Inc. 3. ADDRESS OF OPERATOR | West Kutz Pictured Cliffs |
| P.O. Box 3280, Casper, Wyoming 82602 4. LOCATION OF WELL (REPORT LOCATION CLEARLY. See space 17 | 11. SEC., T., R., M., OR BLK. AND SURVEY OR SEC 15-T28N-R12W |
| below.) at surface: 820' FSL & 950' FWL | 12. COUNTY OR PARISH 13. STATE |
| AT TOP PROD. INTERVAL: | San Juan New Mexico |
| AT TOTAL DEPTH: | 14. API NO. |
| 16. CHECK APPROPRIATE BOX TO INDICATE NATURE OF NOTICE, | |
| REPORT, OR OTHER DATA | 15. ELEVATIONS (SHOW DF, KDB, AND WD) |
| DECULECT FOR APPROVAL TO CURRENT REPORT OF | G.L. 5,581' KB 5,591' |
| REQUEST FOR APPROVAL TO: SUBSEQUENT REPORT OF: TEST WATER SHUT-OFF | (NOTE: Report results of multiple completion or zone change on Form 9–330.) |
| (other) Well History X | |
| 17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state including estimated date of starting any proposed work. If well is dimeasured and true vertical depths for all markers and zones pertinen. The above referenced was spudded @ 12:00 Drilled 12-1/4" hole to 133'. Ran 3 jts. new casing set @ 131' (K.B.) Cemented w/100 1/4# Flocele/sx. Good cement returns. | irectionally drilled, give subsurface locations and to this work.)* Noon 12-30-79. 8-5/8'' O.D. 19.66# MU46. 8Rth. R-3 |
| Nipple up & tested BOPE to 800♯ psi - He | ld o.k. |
| Drilled 6-3/4" hole to 1,675 K.B. & ran | logs. |
| Ran 44 jts. 4-1/2", 9.5% & 10.5# K-55 CW @ 1,640" K.B. Cemented w/300 sx 50-50 Pozmix 10:45 AM 1-3-80 Good Cement returns. Subsurface Safety Valve: Manu: Gnd Fypt 0.C.T. | 55, R-3 8Rth, ST&C new casing set w/1/4# Flocele/sx. Plug down @ |
| 18. I hereby certify that the foregoing is true and correct | |
| signed TITLEDr1g. Foreman | DATE January 4: 1988 |
| (This space for Federal or State offi | |
| APPROVED BY TITLE CONDITIONS OF APPROVAL, IF ANY: | DATE |

*See Instructions on Reverse Side

Instructions

General: This form is designed for submitting proposals to perform certain well operations, and reports of such operations when completed, as indicated, on Federal and Indian lands in such State, pursuant to applicable State law and regulations, and, if approved or accepted by any State, on all lands in such State, pursuant to applicable State law and regulations. Any necessary special instructions concerning the use of this form and the number of copies to be submitted, particularly with regard to local, area, or regional procedures and practices, either are shown below or will be issued by, or may be obtained from, the local Federal and/or State office.

Item 4: If there are no applicable State requirements, locations on Federal or Indian land should be described in accordance with Federal requirements. Consult local State or Federal office for specific instructions. Item 17: Proposals to abandon a well and subsequent reports of abandonment should include such special information as is required by local Federal and/or State offices. In addition, such proposals and reports should include reasons for the abandonment; data on any former or present productive zones, or other zones with present significant fluid contents not sealed off by cement or otherwise; depths (top and bottom) and method of placement of cement plugs; mud or other material placed below, between and above plugs; amount, size, method of parting of any casing, liner or tubing pulled and the depth to top of any left in the hole; method of closing top of well; and date well site conditioned for final inspection looking to approval of the abandonment.

GPO: 1976 O - 214-149

UNITED STATES DEPARTMENT OF THE INTERIOR **GEOLOGICAL SURVEY**

| 1973 | Budget Bureau No. 42-R1424 |
|--|---|
| UNITED STATES | 5. LEASE |
| DEPARTMENT OF THE INTERIOR | SF-078106 |
| GEOLOGICAL SURVEY | 6. IF INDIAN, ALLOTTEE OR TRIBE NAME |
| SUNDRY NOTICES AND REPORTS ON WELLS | 7. UNIT AGREEMENT NAME |
| | Gallegos Canyon Unit |
| (Do not use this form for proposals to drill or to deepen or plug back to a different reservoir. Use Form 9–331–C for such proposals.) | 8. FARM OR LEASE NAME |
| 1. oil gas 🔯 | Gallegos Canyon Unit |
| well well other | 9. WELL NO. |
| 2. NAME OF OPERATOR | 296 |
| Energy Reserves Group, Inc. | 10. FIELD OR WILDCAT NAME |
| 3. ADDRESS OF OPERATOR | West Kutz Pictured Cliffs |
| P.O. Box 3280, Casper, Wyoming 82602 4. LOCATION OF WELL (REPORT LOCATION CLEARLY. See space 17 | 11. SEC., T., R., M., OR BLK. AND SURVEY OR |
| 4. LOCATION OF WELL (REPORT LOCATION CLEARLY. See space 17 below.) | Sec 15-T28N-R12W |
| at surface: 820' FSL & 950' FWL | 12. COUNTY OR PARISH 13. STATE |
| AT TOP PROD. INTERVAL: | San Juan New Mexico |
| AT TOTAL DEPTH: | 14. API NO. |
| 16. CHECK APPROPRIATE BOX TO INDICATE NATURE OF NOTICE, | |
| REPORT, OR OTHER DATA | 15. ELEVATIONS (SHOW DF, KDB, AND WD) G.L. 5,581' KB 5,591' |
| REQUEST FOR APPROVAL TO: SUBSEQUENT REPORT OF: | |
| TEST WATER SHUT-OFF | 그 그 그 그 이 생활을 하고 있는 그 것이다. |
| FRACTURE TREAT SHOOT OR ACIDIZE | |
| REPAIR WELL | (NOTE: Report results of multiple completion or zone |
| PULL OR ALTER CASING | change on Form 9–330.) |
| MULTIPLE COMPLETE | |
| CHANGE ZONES ABANDON* | |
| (other) Well History X | |
| · | |
| 17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state including estimated date of starting any proposed work. If well is d | e all pertinent details, and give pertinent dates, |
| including estimated date of starting any proposed work. If well is d measured and true vertical depths for all markers and zones pertinen | it to this work.)* |
| The above referenced was spudded @ 12:00 | Noon 12-30-79, |
| | |
| Drilled 12-1/4" hole to 133'. Ran 3 jts. | 8-5/8" O.D. 19.66# MU46, 8Rth, R-3 |
| new casing set @ 131' (K.B.) Cemented w/100 | sx Class 'B' cement w/3% CaCl, and |
| 1/4# Flocele/sx. Good cement returns. | |
| | |
| Nipple up & tested BOPE to 800♯ psi - He | ld o.k. 기계 |
| | |
| Drilled 6-3/4" hole to 1,675' K.B. & ran | logs. |
| B 11 4 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 | |
| Ran 44 jts. 4-1/2", 9.5% & 10.5# K-55 CW | 55, R-3 8Rth ST&C new cosing set |
| @ 1,640' K.B. Cemented w/300 sx 50-50 Pozmix | w/1/4# Flocele/sxn Nig down @ |
| 10:45 AM 1-3-80 Good Cement returns. | 1-3- CON. CONS. |
| Subsurface Safety Valve: Manu: and Fyge O.C. T. | TONE OF CT. 3 FT |

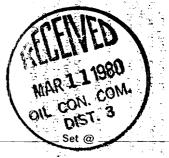
@ 1,640' K.B. Cemented w/300 sx 50-50 Poz 10:45 AM 1-3-80 Good Cement returns. Subsurface Safety Valve: Manu: and Sypt. O.C. T. 18. I hereby certify that the foregoing is true and correct TITLEDrlg. Foreman DATE (This space for Federal or State office use) APPROVED BY _ "ITLE DATE CONDITIONS OF APPROVAL, IF ANY:

LINITED STATES

| DEPARTMENT OF THE INTERIOR | 5. LEASE SF-078106 |
|--|---|
| GEOLOGICAL SURVEY | 6. IF INDIAN, ALLOTTEE OR TRIBE NAME |
| SUNDRY NOTICES AND REPORTS ON WELLS (Do not use this form for proposals to drill or to deepen or plug back to a different reservoir. Use Form 9–331–C for such proposals.) | 7. UNIT AGREEMENT NAME Gallegos Canyon Unit 8. FARM OR LEASE NAME |
| 1. oil gas well well other | Gallegos Canyon 9. WELL NO. |
| 2. NAME OF OPERATOR Energy Reserves Group, Inc. 3. ADDRESS OF OPERATOR | 296 10. FIELD OR WILDCAT NAME Kutz Pictured Cliffs, West |
| P.O. Box 3280, Casper, Wyoming 82602 4. LOCATION OF WELL (REPORT LOCATION CLEARLY. See space 17 below.) | 11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA Sec. 15-T28N-R12W |
| AT SURFACE: 800' FSL, 950' FWL (SW SW) AT TOP PROD. INTERVAL: AT TOTAL DEPTH: | 12. COUNTY OR PARISH San Juan New Mexico |
| 16. CHECK APPROPRIATE BOX TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA | 15. ELEVATIONS (SHOW DF, KDB, AND WD) GRD 5581' - KB 5591' |
| REQUEST FOR APPROVAL TO: SUBSEQUENT REPORT OF: TEST WATER SHUT-OFF | (NOTE: Report results of multiple completion or zone change on Form 9–330.) |

17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*

Pictured Cliffs sand perfed 1,418'-20' w/2 JSPF & 1,428'-32' w/1 JSPF. Broke down perfs w/500 gals 15% HCl + additives. Fraced perfs w/24,000 gals 70% Quality Foam + 40,000# 10-20 sand @ 2 PPG.



| Subsurface Safety Valvey Many, and Tu | | (| MAR 1 1980 MAR 2 1980 OIL CON. COM. |
|--|--|------|---|
| Subsurface Safety Valve: Manu. and Ty | /pe | | Set @Ft. |
| 18. I hereby certify that the foragoing is | 1 | ATE | March 4, 1980 |
| | | | CORPORED FOR EVENRO |
| APPROVED BY | (This space for Federal or State office use) | DATE | |
| CONDITIONS OF APPROVAL, IF ANY: | .* | | MAR 1.0. 1980 |
| | NMOCO | | FAMilitation profit |

*See Instructions on Reverse Side

By Mex Kuchera

UNITED STATES DEPARTMENT OF THE INTERIOR GEOLOGICAL SURVEY

SUBMIT IN DUPLICATE* (See other instructions on reverse side)

5. LEASE DESIGNATION AND SERIAL NO.

| | SF- | 0 | 78 | 1 | 06 |
|--|-----|---|----|---|----|
|--|-----|---|----|---|----|

| | SF-078106 | |
|---|-----------|--|
| • | | |

| WELL CO | MPLETION | OR RECO | MPLETI | ON F | REPOR | T AN | 1D LO | G * | 6. IF INDIA | N, ALLOT | TTEE OR TRIBE NAME | <u>:</u> |
|--|--------------------|---------------------|------------------|-------------------|---|------------------------|---------------------|-------------------|---|----------------|-------------------------------------|----------------|
| 1a. TYPE OF WELL: OII. GAS WELL X DRY Other | | | | | | 7. UNIT AGREEMENT NAME | | | | | | |
| b. TYPE OF COM | | | DIFF | . [] | Other | | | | Galle S. FARM OR | gos (| Canyon Unit | |
| MIETGY RESERVES GEORGY THE | | | | | | | Galle 9. WELL NO | egos (| Canyon Unit | - | | |
| 3. ADDRESS OF OPER P.O. BOX | ватов 3280 — Са | ısper, Wyon | ung & | 26 02 | | | | 1 | 10. FIELD A | 296 ND POOL | , OR WILDCAT | |
| 4. LOCATION OF WEI | | | | with an | y State re | equiremer | nts)* | | Kutz | Pict | ured Cliffs. | West |
| | 00' FSL, 95 | 50'FWL (SW | (SW) | | | | ing selekt | <u> </u> | 11. SEC., T., OR ARE. | R., M., C | ured Cliffs, OR BLOCK AND SURVEY | WEDE |
| At total depth | | | | | | Sec. 15-T28N-R12W | | | | | | |
| | | | 14. PEF | MIT NO. | ,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,, | DATE | ISSUED | | 12. COUNTY PARISH | OR | 13. STATE | |
| | | | | | | | | | San . | uan | New Mexic | 0 |
| 15. DATE SPUDDED | 16. DATE T.D. R | EACHED 17. DAT | E COMPL. (| Ready to | prod.) | 18. ELE | EVATIONS (I | F, REB, F | T, GR, ETC.)* | | LEV. CASINGHEAD | _ |
| 12 - 30-79 | 1-3-80 | | 22-80 | | | | 5,581' | | | | | _ |
| 20. TOTAL DEPTH, MD | | G, BACK T.D., MD & | TVD 22. | HOW M. | TIPLE CON | MPL., | 23. INT | CRVALS LLED BY | ROTARY TO | OLS | CABLE TOOLS | |
| 1,675' | | ,607' | | | NZ | | | → | O-ID | | | - |
| 24. PRODUCING INTER 1,418'-2 | | -32' Pictu | | | ID AND T | vb)* | | | | 25 | . WAS DIRECTIONAL SURVEY MADE | |
| 26. TYPE ELECTRIC A | ND OTHER LOGS | RUN | | | | | | | | 27. W | AS WELL CORED | |
| Inductio | n - Electr | olog; Comp | . Dens | ilog - | - Neut | ron | | | | | NO | |
| 2 8. | | | ING RECO | | | | in well) | | | <u> </u> | | |
| CASING SIZE | WEIGHT, LB./ | FT. DEPTH SI | T (MD) | ног | LE SIZE | | CEN | ENTING | RECORD | | AMOUNT PULLED | |
| 8-5/8" | 20# | 13 | 1' KB | 12-1 | 1/4" | 10 | 00 sks | 'B' + | 3% CaCl | | -0- | |
| | | | | | | | 1/4#/s | | | 2 | | |
| 4-1/2" | 9.5# | 1,640 | ' KB | 6-3 | 3/4" | | | | Pozmix | + | -0- | |
| | | | | | | | 4#/sk | | | | | |
| 29. | | LINER RECORD | | | _ | | 30. | ı | UBING REC | ORD | | |
| SIZE | TOP (MD) | BOTTOM (MD) | SACKS CE | MENT* | SCREEN | (MD) | SIZE | | DEPTH SET (| (D) | PACKER SET (MD) | |
| | | None | | | | | 2-3/8 | " | 1,453' | | None | |
| 31. PERFORATION REC | ORD (Interval, si | ze and number) | 1 | 1 | 1 00 | | CID SHOT | ED A COT | UDE CENERAL | The COTTE | TEAT PRO | |
| | | | | | | | | | RE, CEMENT SQUEEZE, ETC. INT AND KIND OF MATERIAL USED | | | |
| 1,418'-20' w/2 JSPF | | | | | | | | | gals 15% HCl acid | | | |
| 1,428'-32' w/1 JSPF | | | 1410 -32 | | ···· | + ad | additives - F | | Fraced w/24,000 gals | | | |
| , | | | | | | | | 70% | Quality | Foam | +40,000 # 10 | J 9ais N-20 |
| | | | | | SD @ 2 PPG | | | | | 7 10 7000 1 | J 20 | |
| 33.* | | | | PROD | UCTION | | | , | | | | |
| DATE FIRST PRODUCT | ION PRODU | CCTION METHOD (| Flowing, ga | s li't, pu | ımping—s | size and 1 | type of pun | np) | WELL 8h | STUS | (Producing or | |
| DATE OF TEST | HOURS TESTED | CHOKE SIZE | PROD'N TEST I | | OIL-BE | BL. | GAS-M | CF, | WATER | 4 1 | GAS OF RATIO | |
| 3-21-80 | 24 | 3/4" | | > - | | 0 | 1 | 77 | | Property of | l ENOON | |
| FLOW. TUBING PRESS. | CASING PRESSUE | 24-HOUR RAT | E ! | BL. | GA | S-MCF. | | WATER- | -BBL, | OIL C | AVITA-IPI (CORR. | |
| 80 psi | SI 180 ps | | | 0 | _ | <u> 177</u> | | 17 | 1 1 | NYK. | " MOON" | |
| 34. DISPOSITION OF G. | | fuel, vented, etc.) | | | | | | | TEST VITNE | SSED 6 | 3 | |
| Vented D | uring Test | - | | | | | | | T.C. | urhai | NACON. | -12. 884 |
| Sample D | escription | | | | | | | | <i>i</i> : | - | ISD FOR RECO | HD |
| 36. I hereby certify | | | nformation | is compl | lete and o | correct a | s determin | ed from | all available | | D 97 (000 | |
| SIGNED Y | ray 12. | dames | <u></u> | LE <u>Di</u> | ist Pr | od En | gr-RMD | | DAT | e <u>3-</u> 2 | P. 26 1980 4-80 | |

General: This form is designed for submitting a complete and correct well completion report and log on all types of lands and leases to either a Federal and/or State laws and regulations. Any necessary special instructions concerning the use of this form and the number of copies to be submitted, particularly with regard to local, area, or regional procedures and practices, either are shown below or will be issued by, or may be obtained from, the local Federal and/or State oflice. See instructions on items 22 and 24, and 33, below regarding separate reports for separate completions. If not filed prior to the time this summary record is submitted, copies of all currently available logs (drillers, geologists, sample and core analysis, all types electric, etc.), formation and pressure tests, and directional surveys, should be attached hereto, to the extent required by applicable Federal and/or State laws and regulations. All attachments should be listed on this form, see item 35. **Heat** 4: If there are no applicable State requirements, locations on Federal or Indian land should be described in accordance with Federal requirements. Consult local State or Federal office for specific instructions.

Hem 18: Indicate which elevation is used as reference (where not otherwise shown) for depth measurements given in other spaces on this form and in any attachments.

Hems 22 and 24: If this well is completed for separate production from more than one interval zone (multiple completion), so state in item 22, and in item 24 show the producing interval; or intervals, top(s), bottom(s) and name(s) (if any) for only the interval reported in Item 33. Submit a separate report (page) on this form, adequately identified, for each interval.

Hem 29: "Safek's Cement": Attached supplemental records for this well should show the details of any multiple stage cementing and the location of the cementing tool.

Hem 33: Submit a separate completion report on this form for each interval to be separately produced. (See instruction for items 22 and 24 above.)

| 37. SUMMARY OF POROUS ZONES SHOW ALL IMPORTANT ZONES OBEITH INTERVAL TESTED, CUSI | US ZONES: ANT ZONES OF POR 'ESTED, CUSHION U | OSITY AND CONTENT | MARY OF POROUS ZONES: Show all impurtant zones of porosity and contents thereof; cored intervals; and all drill-stem tests, including drith interval tested, cushion used, time tool open, flowing and shut-in pressures, and recoveries | 38. GEOLOG | GEOLOGIC MARKERS | |
|---|--|-------------------|--|--|--|------------------|
| FORMATION | TOP | BOTTOM | DESCRIPTION, CONTENTS, ETC. | | TOP | ē. |
| | | | | NAME | MEAS. DEPTH | TRUE VERT. DEPTH |
| | | | SEE ATTACHED | IOG TOPS | | |
| | | | * 4-1/2" cemented back to surface | Ojo Alamo Kirtland Fruitland Pictured Cliffs Lewis TD Driller Logger | 171, 253, 1,120, 1,416, 1,588, 1,675, 1,669, | |

6c4-PC #296

SAMPLE DESCRIPTION

- 650 80 10% Ss: wht, mg, sbang, sl cly fld, gd por, s & p. 80% Sh: lt gry, frm-sft, blky, sl slty 10% Chert: mlky wht, cg, ang
- 680 710 100% Sh: AA
- 10 40 20% Ss: wht, f-mg, sbrnd-sbang, mod cly fld, fair por, s & p 80% Sh: AA, slty
- 740 800 50% Ss: wht, mg, sbrnd, sl cly fld, gd por, sl feld 50% Sh: AA, sl less slty
- 800 30 20% Ss: wht, fg, sbrnd, sl cly fld, occ carb incl, fair por 80% Sh: lt gry, sft, blky, sl slty
 - 30 60 100% Sh: gry, sft, blky, clayey
 - 60 90 100% Sh: AA, blky-plty
- 890 950 100% Sh: AA, plty
 - 50 80 100% Sh: gry, sft, blky-plty, clayey, micromic, occ carb incl
- 980 1010 20% Ss: clr wht, fg, rndd, sl cly fld, gd por, occ carb incl, calc
 80% Sh: AA, gry-dk gry, sl carb
- 10 40 30% Ss: AA, f-mg
 70% Sh: gry, brn, sft, plty-blky, slty, w/carb incl
- 40 70 90% Sh: gry-lt gry, sft, blky, clayey 10% Coal: blk, sl shly Tr. Chert: clr, cg, sbang
- 1070 1100 10% Ss: wht, fg, sbang, mod cly fld, fair por, calc 90% Sh: lt gry-brn, sft, blky, slty
- 1100 60 N.S.
 - 60 90 30% Ss: wht, fg, sbrnd, cly fld, tite, s & p 70% Sh: brn-dk brn, frm, blky, slty, some coaly
- 1190 1220 50% Ss: AA 50% Sh: 1t gry-brn, sft, blky, slty, some coaly
 - 20 60 N.S.
 - 60 90 100% Sh: gry-dk gry, sft-frm, blky, clayey, some coaly
- 1290 1300 N.S.
- 1300 10 100% Sh: lt gry, sft, plty, clayey, sndy

```
100% Sh: gry-dk gry, frm, blky, slty, w/occ carb incl
1310 - 20
            50% Ss: wht, fg, sbrnd, mod cly fld, sl shly, tite, calc,
  20 - 30
            50% Sh: AA
  30 - 40
            50% Ss: AA, less shly, fair por, less fri
            50% Sh: AA
            100% Sh: gry-dk gry, frm-sft, plty, clayey, sl carb
  40 - 50
  50 - 60
            90% Sh: AA
            10% Coal: blk, vit
  60 - 80
            N.S.
  80 - 90
            30% Ss: gry, fg, sbrnd, mod cly fld, sl porous, calc
            70% Sh: gry-dk gry, sft, blky, clayey
            Tr. Coal: AA
1390 - 1410 100% Sh: AA
1410 - 20
            100% Coal: blk, vit
  20 - 30
            N.S.
  30 - 40
            70% Ss: wht, f-mg, sbrnd, cly fld, tite, sl feld, calc,
               w/carb incl, sl glauc
            20% Sh: gry-brn, sft, clayey
            10% Coal: blk, vit
  40 - 50
            N.S.
  50 - 60
            80% Ss: AA, sl less clayey, s & p
            20% Sh: AA
  60 - 70
            30% Ss: AA
            50% Sh: AA
            20% Coal: blk, vit
  70 - 80
            70% Ss: wht, mg, sbrnd, cly fld, sl porous, calc, s & p,
                 sl feld, sl glauc
            30% Sh: AA
            Tr. Coal: AA
  80 - 90
            90% Ss: AA
            10% Sh: AA
            Tr. Coal: AA
1490 - 1500 50% Ss: AA, vfn-fin-g
            50% Sh: AA
```

- 8 -

1500 - 10

30% Ss: AA 70% Sh: AA Tr. Coal: AA

- 1510 30 40% Ss: AA 60% Sh: AA Tr. Coal: AA
 - 30 40 50% Ss: gry, vfn-g, sbrnd, shly, tite, w/carb incl, calc 50% Sh: gry, frm, blky, slty, sl calc
 - 40 50 20% Ss: AA 80% Sh: AA
 - 50 60 20% Ss: gry-wht, fg, sbrnd, cly fld-shly, tite, calc, w/ carb incl
 80% Sh: gry-dk gry, frm, blky, slty, sl calc
 - 60 70 50% Ss: wht, fg, sbrnd, cly fld, poss sl porosity, sl feld, calc, w/occ carb incl 50% Sh: AA
 - 70 80 30% Ss: AA, sl-fair porosity 70% Sh: AA
 - 80 90 50% Ss: AA, tite 50% Sh: AA
- 1590 1600 20% Ss: AA 80% Sh: gry-dk gry, frm, blky, clayey
- 1600 40 100% Sh: gry-brn, frm, blky, slty, w/carb incl, sl calc Tr. Ss: f-mg, sbrnd, sl cly fld, fair por, calc Tr. Chert: clr, cg, sbang
 - 40 50 100% Sh: AA
- 1650 75 100% Sh: gry, frm, plty-blky, slty, sl calc

TABULATION OF DEVLATION TESTS

ENERGY RESERVES GROUP, INC.

Gallegos Canyon Unit -PC #296

| <u>DEPTH</u> | DEVIATION |
|--------------|------------------|
| 133' | 1/4 ⁰ |
| 620' | 1/2 ⁰ |
| 1,139' | 3/4 ⁰ |
| 1.675' | 1 ⁰ |

$\underline{A} \,\,\underline{F} \,\,\underline{F} \,\,\underline{I} \,\,\underline{D} \,\,\underline{A} \,\,\underline{V} \,\,\underline{I} \,\,\underline{T}$

| THIS IS TO CERTIFY that to the best of my knowledge the above tabulation details the deviation test taken in ENERGY RESERVES GROUP, INCORPORATED'S Callogos Canyon Unit - Pictured Cliffs #296 - SW SW Sec. 15-T28N-R12W San Juan County, New Mexico |
|--|
| Signed <u>Jean B. Barner</u> District Production Engineer |
| THE STATE OF WYOMING) SS. COUNTY OF NATRONA) |
| BEFORE ME, the undersigned authority, on this day personally appeared Dean B. Barnes known to me to be District Production Engineer for Energy Reserves Group, Inc. and to be the person whose name is subscribed to the above statement, who, being by me duly sworn on oath, states that he has knowledge of the facts stated herein and that said statement is true and correct. |
| SUBSCRIBED AND, SWORN TO before me, a Notary Public in and for said County and State |

Notary Public

My Commission Expires 11/w 14 1983

JUDITH L EOSS - Notary Public

wyo,mre ?

County of State of Wyo,mee

My Commission Expires Mat. 14, 1983

| EAGLE / | | COUNTY OFFICE CONTRACTOR | Elim C+131/ Supersedes Old C+105 and C |
|---|--|---|---|
| U.S.G.S. | AUTHORIZATION TO TR | AND ANSPORT OIL AND NATURAL | GAS |
| TRANSPORTER OIL GAS / | | and the second second | 30-045-23995 |
| OPERATOR 3 | | • | |
| Energy Reserve | s Group, Inc. | | |
| 1 | Casper, Wyoning 82602 | | · |
| New We!l X . Recompletion Change in Ownership | Change in Transporter of: OII Dry G | Other (Please explain) | |
| If change of ownership give name and address of previous owner | | | • |
| DESCRIPTION OF WELL AND | | | |
| Gallegos Canyon Unit | 296 Kutz Pictured | <u> </u> | tedse No. SF-078106 |
| Unit Letter Y : 800 | Feet From The South Lin | ne and 950 Feet From | The West |
| Line of Section 15 To | waship 28N Range 1 | 2W , NMPM, San C | Juan - County |
| DESIGNATION OF TRANSPOR | TER OF OIL AND NATURAL GA | AS Address (Give address to which appr | oved copy of this form is to be sent) |
| Name of Authorized Transporter of Co El Paso Natural Gas | singhead Gas or Dry Gas 🔀 | Address (Give address to which appr Box 1492, El Paso, T | |
| If well produces oil or liquids, give location of tanks. | Unit Sec. Twp. Ege. | Is gas actually connected? W | hen Wait on pipeline |
| If this production is commingled wi COMPLETION DATA | th that from any other lease or pool, | give commingling order number: | |
| Designate Type of Completi | | New Well Workover Deepen | Plug Back Same Res'v. Diff. Res'v. |
| Date Spudded 12-30-79 | Date Compl. Ready to Prod. 3-22-80 | Total Depth 1675' | P.B.T.D. 1607' |
| GRD 5581' KB 5591' | Name of Producing Formation Pictured Cliffs | Top O:1/Gas Pay 1416' | Tubing Depth 1453' |
| Perforations 1418' - 20' w/2 | 2 JSPF, 1428' - 32' w/1 | JSPF | Depth Casing Shoe |
| 101 5 675 | | CEMENTING RECORD | |
| 12-1/4" | CASING & TUBING SIZE | DEPTH SET | SACKS CEMENT 100 sx. 'B' & 3% CaCl |
| | | | 6 1/4#/sk. Flocele 2 |
| 6-3/4" | 4-1/2" | 1640' KB 1453' | 300 sx. 50-50 Pozmix & 1/4#/sk. Flocele |
| TEST DATA AND REQUEST F | OR ALLOWABLE (Test must be a | <u> </u> | l and must be equal to or exceed top allow- |
| Date First New Oil Run To Tanks | Date of Test | Producing Method (Flow, pump, gas l | ift, etc.) |
| Length of Test | Tubing Pressure | Casing Pressure | Choke Size |
| Actual Prod. During Test | Oil-Bbis. | Water-Bbls. | STELLED. |
| | rifice well tester thru t | est separator | 15/980 |
| Actual Prod. Test-MCF/D | Length of Test 24 hrs. | Bbls. Condensate/MMCF | Fravity and annuals |
| Testing Method (pitot, back pr.) | Tubing Pressure (| Cosing Pressure (Shut-in) | Cho - Srs - 3/4" |
| *See above note CERTIFICATE OF COMPLIAN | 80 psi CE | 180 psi OIL CONSERVA | ATION COMMISSION |
| | 1.1 (1) 61 6 | APPROVED MAY | : ମୁ ଏହନ |
| I hereby certify that the rules and a Commission have been complied a above is true and complete to the | with and that the information given | Original Signed by | FRANK T. CHAVEZ |
| , | • | TITLE SUPERVISOR DISTR | ICT 第 3 |
| 1 4 - | 00, | f I | compliance with RULE 1104. |
| (Signal | artire) | wall, this form must be accompa | wable for a newly drilled or despensed inied by a tabulation of the deviation |
| District | · · · · · · · · · · · · · · · · · · · | tests taken on the well in acco | et be filled out completely for allow- |
| 5-13- | | able on new and recomplated w Fill out only Sections I. 1 | I. III, and VI for changes of owner, |
| (l) a | |) 1 | ter, or other such change of condition. It be filed for each pool in multiply |