

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

SUBMIT IN TRIPLICATE\*  
(Other instructions on  
reverse side)

FORM APPROVED  
OMB NO. 1004-0136  
Expires: February 28, 1995

APPLICATION FOR PERMIT TO DRILL OR DEEPEN

1a. TYPE OF WORK

DRILL ☒

DEEPEN ☐

b. TYPE OF WELL

OIL WELL ☐

GAS WELL ☒

OTHER

SINGLE ZONE ☐

MULTIPLE ZONE ☒

2. NAME OF OPERATOR

Taurus Exploration, U.S.A., Inc.

3. ADDRESS AND TELEPHONE NO.

2198 Bloomfield Highway; Farmington, NM 87401

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements. \*)  
At surface

828' FSL, 795' FEL

At proposed prod. zone

14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE\*

17 miles north of Gobenrdor, New Mexico

15. DISTANCE FROM PROPOSED\*

LOCATION TO NEAREST  
PROPERTY OR LEASE LINE, FT.  
(Also to nearest drlg. unit line, if any) 828'

18. DISTANCE FROM PROPOSED LOCATION\*  
TO NEAREST WELL, DRILLING, COMPLETED,  
OR APPLIED FOR, ON THIS LEASE, FT. 1600'

21. ELEVATIONS (Show whether DF, RT, GR, etc.)

6342' GL

16. NO. OF ACRES IN LEASE

680.0

17. NO. OF ACRES ASSIGNED  
TO THIS WELL

320

20. ROTARY OR CABLE TOOLS

Rotary

22. APPROX. DATE WORK WILL START\*

23. PROPOSED CASING AND CEMENTING PROGRAM

SIZE OF HOLE	GRADE SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	QUANTITY OF CEMENT
12 1/4"	9 5/8"	36#	200'	130 cu. ft. circulated
8 3/4"	7"	20#	3435'	1055 cu. ft. circulated
6 1/4"	4 1/2"	11.6#	7949'	695 cu. ft. circulated

An application to downhole commingle the Mesa Verde and Dakota is being submitted.

Selectively perforate and sand water fracture the Mesa Verde and Dakota formation.

This gas is dedicated.

DRILLING OPERATIONS AUTHORIZED ARE  
SUBJECT TO COMPLIANCE WITH ATTACHED  
"GENERAL REQUIREMENTS"

SEE ATTACHED FOR  
CONDITIONS OF APPROVAL

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.

SIGNED

TITLE Production Superintendent

DATE 4/10/98

(This space for Federal or State office use)

PERMIT NO.

APPROVAL DATE

JUN 18 1998

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 operations thereon.

CONDITIONS OF APPROVAL, IF ANY:

APPROVED BY

/S/ Duane W. Spencer

TITLE

DATE

JUN 18 1998

\*See Instructions On Reverse Side

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.

District I  
170 Box 1980, Hobbs, NM 88241-1980  
District II  
811 South First, Artesia, NM 88210  
District III  
1000 Rio Brazos Rd., Aztec, NM 87410  
District IV  
2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico  
Energy, Minerals & Natural Resources Department

Revised October 18, 1994

OIL CONSERVATION DIVISION  
2040 South Pacheco  
Santa Fe, NM 87505

Instructions on back  
Submit to Appropriate District Office  
State Lease - 4 Copies  
Fee Lease - 3 Copies

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

* API Number 30-039-25896		* Pool Code 72319/71599	* Well Name Blanco Mesa Verde/Basin Dakota	
* Property Code 21996	* Property Name SAN JUAN 32-5 UNIT			* Well Number 14M
* OGRID No. 162928	* Operator Name TAURUS EXPLORATION U.S.A., Inc.			* Elevation 6342'

10 Surface Location

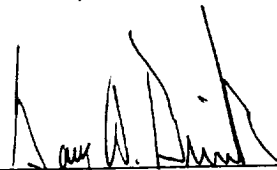
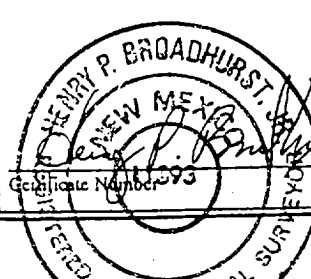
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
P	26	32N	6W		828	SOUTH	795	EAST	RIO ARriba

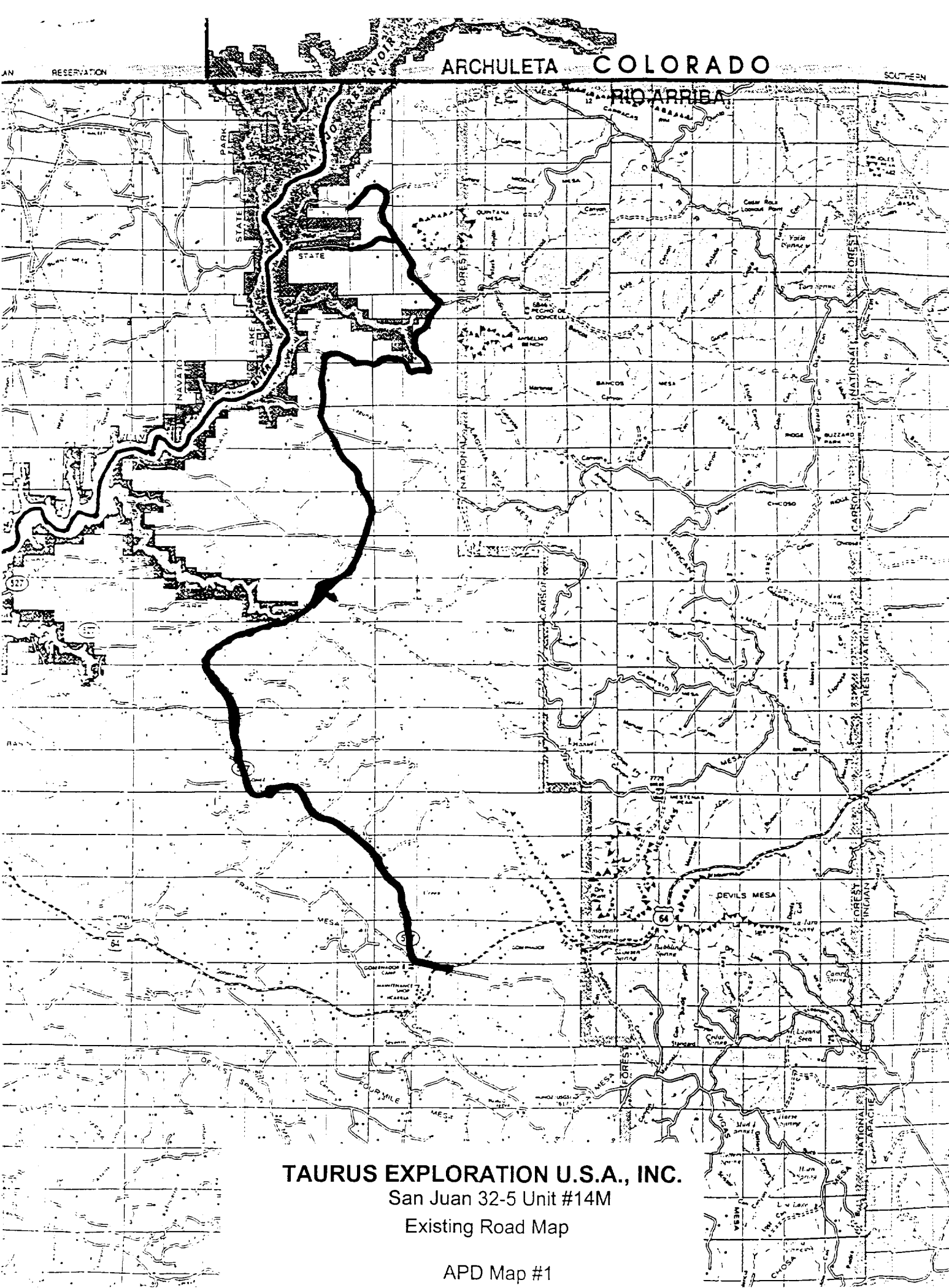
11 Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County

* Acres 320	* Joint or Infill	* Consolidation Code	* Order No.
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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

<div>16</div> <div>N 89-44 W 5464.14'</div> <div>RECEIVED JUN 22 1998 OIL CON. DIV. DIST. 3</div> <div>SEC. 26</div> <div>N 01-12 W 5274.72'</div> <div>S 89-20 W 2632.74'</div> <div>N 89-25 W 2657.82'</div> <div>828'</div> <div>795'</div> <div>N 00-55 E 2648.58'</div> <div>N 00-26 E 2601.06'</div>	<div>17 OPERATOR CERTIFICATION</div> <div>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief</div> <div></div> <div>Signature Garv W. Brink Printed Name Production Superintendent Title 4/9/98 Date</div> <div>18 SURVEYOR CERTIFICATION</div> <div>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</div> <div>3/25/98 Date of Survey</div> <div>Signature and Seal of Professional Surveyer:</div> <div></div>
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**TAURUS EXPLORATION U.S.A., INC.**  
San Juan 32-5 Unit #14M  
Existing Road Map

APD Map #1