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| TRANSPORTER            | OIL 1<br>GAS |
| OPERATOR               | 2            |
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NEW MEXICO OIL CONSERVATION COMMISSION  
REQUEST FOR ALLOWABLE  
AND  
AUTHORIZATION TO TRANSPORT OIL AND NATURAL GAS

Form C-104  
Supersedes Old C-104 and C-110  
Effective 1-1-65

|                                                         |                                                                             |
|---------------------------------------------------------|-----------------------------------------------------------------------------|
| Operator<br>ENGINEERING & PRODUCTION SERVICE, INC.      |                                                                             |
| Address<br>P. O. Box 190; Farmington, New Mexico 87401  |                                                                             |
| Reason(s) for filing (Check proper box)                 |                                                                             |
| New Well <input type="checkbox"/>                       | Change in Transporter of:                                                   |
| Recompletion <input type="checkbox"/>                   | Oil <input type="checkbox"/> Dry Gas <input type="checkbox"/>               |
| Change in Ownership <input checked="" type="checkbox"/> | Casinghead Gas <input type="checkbox"/> Condensate <input type="checkbox"/> |
| Other (Please explain)                                  |                                                                             |

If change of ownership give name and address of previous owner ASSOCIATED ROYALTY CO.; 1105 United Bank Center, Denver, Colo. 80202

|                                                                       |                                                              |
|-----------------------------------------------------------------------|--------------------------------------------------------------|
| I. DESCRIPTION OF WELL AND LEASE                                      |                                                              |
| Lease Name Nava jo Tribe<br>of Indians "F"                            | Well No. 124 Pool Name, Including Formation Horseshoe Gallup |
| Kind of Lease State, Federal or Fee Federal                           | Lease No. 14-20-603-2034                                     |
| Location                                                              |                                                              |
| Unit Letter P 660 Feet From The south Line and 660 Feet From The east |                                                              |
| Line of Section 4 Township 31N Range 17W NMPM, San Juan County        |                                                              |

|                                                                                                                  |                                                                          |
|------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------|
| II. DESIGNATION OF TRANSPORTER OF OIL AND NATURAL GAS                                                            |                                                                          |
| Name of Authorized Transporter of Oil <input checked="" type="checkbox"/> or Condensate <input type="checkbox"/> | Address (Give address to which approved copy of this form is to be sent) |
| Shell Pipeline Corp.                                                                                             | Bx. 1588; Farmington, New Mexico 87401                                   |
| Name of Authorized Transporter of Casinghead Gas <input type="checkbox"/> or Dry Gas <input type="checkbox"/>    | Address (Give address to which approved copy of this form is to be sent) |
| If well produces oil or liquids, give location of tanks.                                                         | Unit Sec. Twp. Rge. Is gas actually connected? When                      |
| F 10 31 17                                                                                                       |                                                                          |

If this production is commingled with that from any other lease or pool, give commingling order number:

|                                      |                                                                               |
|--------------------------------------|-------------------------------------------------------------------------------|
| V. COMPLETION DATA                   |                                                                               |
| Designate Type of Completion - (X)   | Oil Well Gas Well New Well Workover Deepen Plug Back Same Res'v. Diff. Res'v. |
| Date Spudded                         | Date Compl. Ready to Prod. Total Depth P.B.T.D.                               |
| Elevations (DF, RKB, RT, GR, etc.)   | Name of Producing Formation Top Oil/Gas Pay Tubing Depth                      |
| Perforations                         | Depth Casing Shoe                                                             |
| TUBING, CASING, AND CEMENTING RECORD |                                                                               |
| HOLE SIZE                            | CASING & TUBING SIZE DEPTH SET SACKS CEMENT                                   |
|                                      |                                                                               |
|                                      |                                                                               |
|                                      |                                                                               |

|                                                                                                                                               |                                                            |
|-----------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------------------|
| VI. TEST DATA AND REQUEST FOR ALLOWABLE OIL WELL                                                                                              |                                                            |
| (Test must be after recovery of total volume of load oil and must be equal to or exceed top allowable for this depth or be for full 24 hours) |                                                            |
| Date First New Oil Run To Tanks                                                                                                               | Date of Test Producing Method (Flow, pump, gas lift, etc.) |
| Length of Test                                                                                                                                | Tubing Pressure Casing Pressure Choke Size                 |
| Actual Prod. During Test                                                                                                                      | Oil - Bbls. Water - Bbls. Gas - MCF                        |

|                                  |                                                                |
|----------------------------------|----------------------------------------------------------------|
| GAS WELL                         |                                                                |
| Actual Prod. Test-MCF/D          | Length of Test Bbls. Condensate/MMCF Gravity of Condensate     |
| Testing Method (pilot, back pr.) | Tubing Pressure (Shut-in) Casing Pressure (Shut-in) Choke Size |

|                                                                                                                                                                                              |  |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--|
| VII. CERTIFICATE OF COMPLIANCE                                                                                                                                                               |  |
| OIL CONSERVATION COMMISSION                                                                                                                                                                  |  |
| APPROVED FEB 6, 1974                                                                                                                                                                         |  |
| BY Original Signed by Emery C. Arnold SUPERVISOR DIST. #3                                                                                                                                    |  |
| TITLE                                                                                                                                                                                        |  |
| This form is to be filed in compliance with RULE 1104.                                                                                                                                       |  |
| If this is a request for allowable for a newly drilled or deepened well, this form must be accompanied by a tabulation of the deviation tests taken on the well in accordance with RULE 111. |  |
| All sections of this form must be filled out completely for allowable on new and recompleted wells.                                                                                          |  |
| Fill out only Sections I, II, III, and VI for changes of owner, well name or number, or transporter, or other such change of condition.                                                      |  |
| Separate Forms C-104 must be filed for each pool in multiply completed wells.                                                                                                                |  |
| J. D. Hicks<br>(Signature) President<br>Engineering & Production Service, Inc.<br>(Title)<br>1-30-75<br>(Date)                                                                               |  |