SUBMIT IN TRIPLICATE*

Form approved. Budget Bureau No. 42-R1425.

DATE ._

	UNIT DEPARTMENT	ED STATES OF THE IN	·	reverse side	
	GEOLOG	SICAL SURVEY			SF 078604
APPLICATION	FOR PERMIT T	O DRILL, DE	EPEN, OR PI	LUG BA	
DRIL b. TYPE OF WELL	LE	DEEPEN 🗆	PLU	JG BACK	7. UNIT AGREEMENT NAME
OIL GAS WELL WEI	L X OTHER		SINGLE Z	MULTIPLE ZONE	S. FARM OR LEASE NAME
. NAME OF OPERATOR					Lucerne A
	ıral Gas Com	pany			9. WELL NO.
ADDRESS OF OPERATOR					1A 10. FIELD AND POOL, OR WILDCAT
LOCATION OF WELL (Rep	Farmington, ort location clearly and	NM 87401 in accordance with a	ny State requiremen	its.*)	
At surface	950'N, 178		•	,	Blanco Mesa Verde
At proposed prod. zone	, , , , ,	•		-	Sec. 9, T-31-N, R-10-
					NMPM
. DISTANCE IN MILES AN	D DIRECTION FROM NEAR	EST TOWN OR POST O	FFICE*		12. COUNTY OR PARISH 13. STATE
	of Cedar Hil				San Juan NM
DISTANCE FROM PROPOSI LOCATION TO NEAREST PROPERTY OR LEASE LIN (Also to nearest drig.	E, FT. unit line, if any)	950'	3. No. of acres in 2157	7.65	17. NO. OF ACRES ASSIGNED TO THIS WELL 319.0
TO NEAREST WELL, DRILLING, COMPLETED.					20. ROTARY OR CABLE TOOLS ROtary
. ELEVATIONS (Show wheth 6014 GR	ner DF, RT, GR, etc.)				22. APPROX, DATE WORK WILL STA
	P	ROPOSED CASING	AND CEMENTING	PROGRAM	M
SIZE OF HOLE	SIZE OF CASING	WEIGHT PER FOOT	SETTING DI		QUANTITY OF CEMENT
13 3/4"	9 5/8"	32.3#	200		224 cu.ft. to circulate
8 3/4" 6 1/4"	7" 4 1/2"line	20.0# r 10.5#	3220 3070-55		468 cu.ft.to cover Ojo 426 cu.ft.to fill to 30
A 3000 psi V	√P and 6000 :	psi test d	ouble qa te	reve	e Mesa Verde formation. Venter equipped with Equation on this well.
This gas is		i be used			/ RECEIVED
The second secon	O The State of the		OIL CO	100M	A. S. Oprological Scrives
The $W/2$ of S	Section 9 is	dedicated	to this k	e11.	A STATE OF THE STATE OF
ne. If proposal is to dreventer program, if any.					esent productive zone and proposed new product description of the desc
BIGNED J.	1. Busco	TITLE	Dril	ling (Clerk DATE June 27,
(This space for Federa	l or State office use)				
PERMIT NO.			_ APPROVAL DATE		

APPROVED BY _

CONDITIONS OF APPROVAL, IF ANY:

TITLE _

All distances must be from the outer boundaries of the Section.						
Cperator	_		Lease			Well No.
EL PASO NATU			LUCERNE A	(SF-C	78604)	1A
-	ction	Township	Range	County		
C Actual Footage Location	9	31N	10W	San (Juan	
242	et from the Nor	+h	7.790			
Ground Lavel Elev.	Producing Form		1780 Tpool	feet from the		line
601),	Mesa Ver	rde		nco Mesa Ver	_ 1	210 07
1. Outline the a		ed to the subject v				
					_	of (both as to working
interest and re	oyaity).					_
3. If more than o dated by comm	ne lease of di nunitization, ur	fferent ownership is nitization, force-pool	dedicated to the ing. etc?	well, have the	interests of all	owners been consoli-
X Yes	No If an	swer is "yes;" type	of consolidation	Communiti	ization	
If answer is ' this form if ne	'no,' list the o	wners and tract des	criptions which h	ave actually be	en consolidated	. (Use reverse side of
	•	d to the well until a	l interests have	been consolidat	red (by commun	itization, unitization,
forced-pooling.	or otherwise)	or until a non-standa	rd unit, eliminati	ng such interest	s, has been app	roved by the Commis-
sion.					, , , ,	in a commis
	XXXXXXX					
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X		(XX)	1		I have been a set	al a al control and
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2		\$ \$\$	1		1	wledge and belief.
1780'	-B		. 1		1/1/1/3	miedge dild berief.
			1		18. 2	Dusco
	zk — — —	X			Nome F.J. Dago	Natural Gas Co.
X	I SF-078	3604	.1		Position	Natural Gas Co.
X	1		Ī		Drilling	Clerk
X	ļ		ŀ		Company	3.0.00
X	1		1		June 27,	1978
X	İ		İ		Date	
`{} {} `````	<u> </u>		1			
XI	1	9				
XI	!		i		I hereby certi	fy that the well-location
X	1		1		shown on this	olat was plotted from field
XI	1		1	i	notes of actua	surveys made by me or
* /	; ;		in the state of		under my super	vision, and that the same
()	1		Lucy		l	priect to the best of my
W	· 	💹			knowledge and	belief.
	04000 1					
Sr-	078389		The state of the s		Date Surveyed	
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P. O. BOX 990 FARMINGTON, NEW MEXICO 87401 PHONE: 505-325-2841

Multi-Point Surface Use Plan Lucerne A #1A

- 1. Existing Road Please refer to Map No. 1 which shows the existing roads. New roads which will be required have been marked on this map.

 All existing and new roads will be properly maintained during the duration of this project.
- 2. Planned Access Roads Please refer to Map No. 1. The grade of the access roads will be consistent with that of the local terrain. The road surface will not exceed twenty feet (20') in width. Upon completion of the project, the access road will be adequately drained to control soil erosion. Drainage facilities may include ditches, water bars, culverts or any other measure deemed necessary by trained Company personnel to insure proper drainage. Gates and/or cattleguards will be installed if necessary.
- 3. Location of Existing Wells Please refer to Map No. 2.
- 4. Location of Tank Batteries, Production Facilities, and Production Gathering and Service Lines Please refer to Maps No. 1 and No. 2.

 Map No. 2 shows the existing gas gathering lines. Map No. 1 shows the existing roads and new proposed access roads. All known production facilities are shown on these two maps.
- 5. Location and Type of Water Supply Water for the proposed project will be obtained from ditch at Cedar Hill.
- 6. Source of Construction Materials No additional materials will be required to build either the access road or the proposed location.
- 7. Methods of Handling Waste Materials All garbage and trash materials will be put into a burn pit shown on the attached Location Plat No. 1. When clean-up operations are begun on the proposed project, the burn pit with its refuse will be buried to a depth of at least three feet (3'). A latrine, the location of which is also shown on Plat No. 1,

7. cont'd.

- will be provided for human waste. If large amounts of liquids are left in the reserve pit after completion of the project, the pit will be fenced until the liquids have had adequate time to dry. The location clean-up will not take place until such time as the reserve pit can be properly covered over to prevent run-off from carrying any of these materials into the watershed. No earthen pit will be located on natural drainages; all earthen pits will be so constructed as to prevent leakage from occurring.
- 8. Ancillary Facilities No camps or airstrips will be associated with this project.
- 9. Wellsite Layout Please refer to the attached Plat No. 1.
- 10. Plans for Restoration of the Surface After completion of the proposed project, the location will be cleaned and leveled. The location will be left in such a condition that will enable reseeding operations to be carried out. Seed mixture as designated by the responsible government agency will be used. The reseeding operation will be performed during the time period set forth by the regulatory body. The location production equipment will be painted as designated by the responsible government agency.
- 11. Other Information The terrain is rolling hills and sagebrush flats with sagebrush growing. Cattle graze the proposed project site.
- 12. Operator's Representative W.D. Dawson, PO Box 990, Farmington, NM
- 13. Certification -

I hereby certify that I, or persons under my direct supervision, have inspected the proposed drillsite and access route; that I am familiar with the conditions which presently exist; that the statements made in this plan are, to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed by El Paso Natural Gas Company and its contractors and sub-contractors in conformity with this plan and the terms and conditions under which it is approved.

D. C. Walker

Project Drilling Engineer

REHABILITATION AGREEMENT

Lease No.: Location:	SF078604 NE ¹ 4	;Well Name	e & No.: Lucerne A #1 A , T. 31 N., R. 10 W.		
IN CREECOIL!					
Garrett Va	n Diest Inc	Winnemucca, Nev	ill a well on surface owned by ada . The lessee/operator tation work if the well is a producer:		
X Yes	No	Maintain access roads and provide adequate drainage to road			
X Yes	No	Reshape and reseed any area in excess of the pump and support facilities.			
Other requir	rements:				
The followin	g work will	be completed when	the well is abandoned:		
Yes	X No	Site will require reshaping to conform to existing topography.			
X Yes	No No	Pit will be fenced until dry, then filled to conform to topography.			
X Yes	No	Entire disturbed area will be reseeded. If yes, the following seed mixture will be used:			
		RECOMMENDED PROC	EDURE AT TIME OF ABANDONMENT		
X Yes	No	Access road will be rehabilitated and reseeded using the same seed mixture as above.			
Yes	X No	Access road will remain for landowner's use.			
Other requir	ements:				
Landowner Name: Garr Address: P.O. City: Winne State: Nevad Telephone: c Date: 6-26-	Box 867 mucca a 89445 /o Mike Dale	, Inc. y,SJ EngFarm.	Operator/Lessee Name: EL PASO NATURAL GAS COMPANY Address: P. O. Box 990 City: Farmington State: New Mexico 87401 Telephone: (505) 325-2841 Date:		
Yes No I certify rehabilitation has been discussed with the surface owner of a Ching-Regional Land Manager					

This agreement covers rehabilitation requirements only and does not affect any other agreements between the lessee/operator and surface owner.

Operations Plan Lucerne A #1A

I. Location: 950'N, 1780'W, Section 9, T-31-N, R-10-W, San Juan County, NM

Field: Blanco Mesa Verde <u>Elevation:</u> 6014'GR

II. Geology:

Α.	Formation	Tops:	Surface	Nacimiento	Lewis	3020 '
		-	Ojo Alamo	1145'	Mesa Verde	4435'
			Kirtland	1280'	Menefee	4700'
			Fruitland	2410'	Point Lookout	5065 '
			Pic.Cliffs	2825 '	Total Depth	5515 '

- B. Logging Program: GR-Ind. and GR-Density at Total Depth.
- C. Coring Program: none
- D. Natural Gauges: 4425', 4690', 5055', and at Total Depth.
 Also gauge any noticeable increase in gas. Record all gauges in
 daily drilling report and on morning report.

III. Drilling:

A. Mud Program: mud from surface to 3220'. Gas from intermediate casing to Total Depth.

IV. Materials:

Α.	Casing	Program:	Hole Size	Depth	Casing Size	Wt.&Grade
			13 3/4"	200'	9 5/8"	32.3# H-40
			8 3/4"	3220 '	7"	20.0# K-55
			6 1/4"	3070-5515'	4 1/2"	10.5# K-55

B. Float Equipment: 9 5/8" surface casing - Larkin guide shoe (fig. 102)

7" intermediate casing - Dowell guide shoe (fig. 50101) and Dowell self-fill insert float valve (fig. 53003), 5 B&W stabilizers (Prod. No. 637085) every other joint above shoe. Run float two joints above shoe.

- 4 1/2" liner 4 1/2" liner hanger with neoprene packoff. Larkin geyser shoe (fig. 222) and Larkin flapper type float collar (fig. 404 M&F).
- C. Tubing: 5515' of 2 3/8", 4.7#, J-55 8rd EUE tubing with a common pump seating nipple above perforated pup joint with bull plugged full joint for mud anchor on bottom.
- D. Wellhead Equipment: 10" 900 x 9 5/8" casing head. 10" 900 x 6" 900 xmas tree.

Operations Plan - Lucerne A #1A, cont'd.

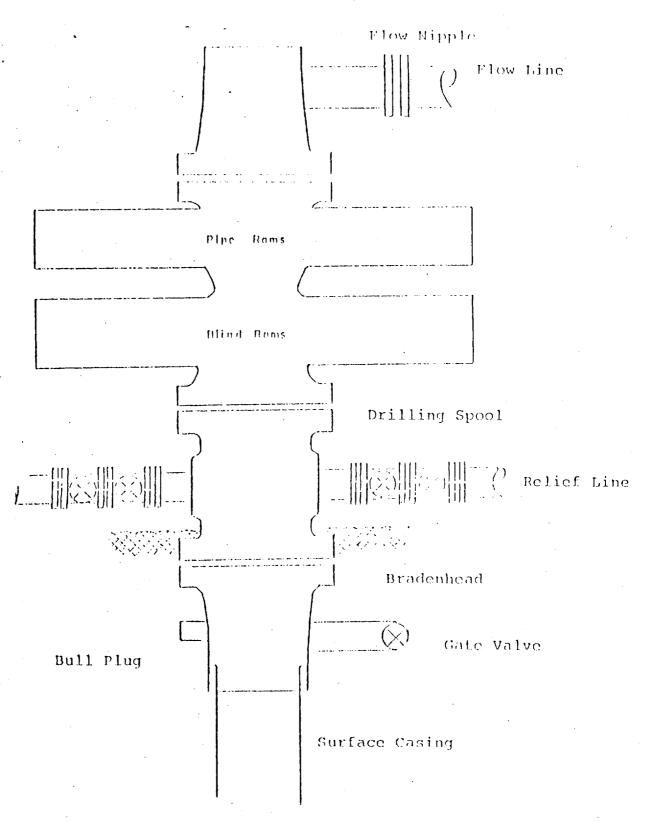
V. Cementing:

- 9 5/8" surface casing use 190 sks. of Class "B" cement with 1/4# gel-flake per sack and 3% calcium chloride (224 cu.ft. of slurry, 100% excess to circulate to surface). WOC 12 hours. Test casing to 600#/30 minutes.
- 7" intermediate casing use 215 sks. of 65/35 Class "B" Poz with 6% gel and 2% calcium chloride (8.3 gallons of water per sack) followed by 100 sks. of Class "B" with 2% calcium chloride (468 cu.ft. of slurry, 50% excess to cover Ojo Alamo). Run temperature survey at 8 hours. WOC 12 hours. Test casing to 1200#/30 minutes.
- 4 1/2" liner precede cement with 20 barrels of gel water (2 sks. gel) Cement with 307 sks. of 50/50 Class "B" Poz with 2% gel, 0.6% Halad-9, 6.25# gilsonite plus 1/4# Flocele per sack (426 cu.ft. of slurry, 70% excess to circulate liner). WOC 18 hours.

4°

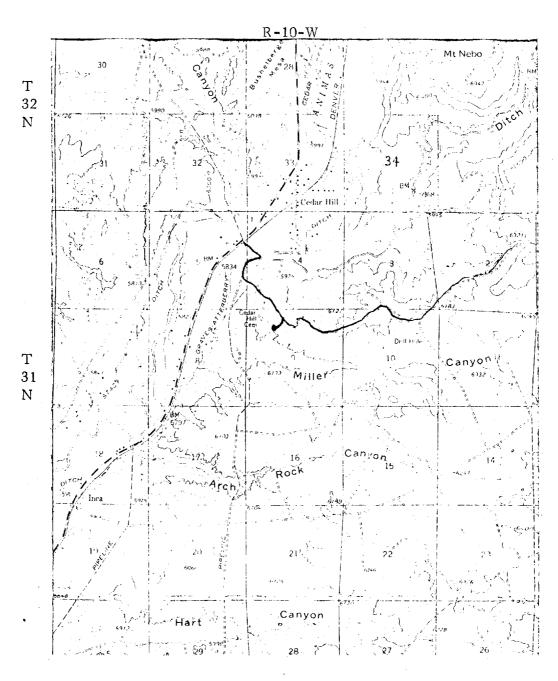
250 Typical Lucation Mat for Missa Virade and Datoba Wells from wellhoad to from the From wellhoost to side = 130 Fill Sit cut 5ft 300' Trailer 15. Closing Draw Works Mud Tank July Fuel Tunk

Typical B.O.P Installation for Mosa Verde Well



Scries 900 Double Gate BOP, rated at 3000 psi Working Pressure When gas drilling operations begin a Shaffer type 50 or equivalent rotating head is installed on top of the flow nipple and the flow line is converted into a blowie line

EL PASO NATURAL GAS COMPANY Lucerne A #1A NW 9-31-10

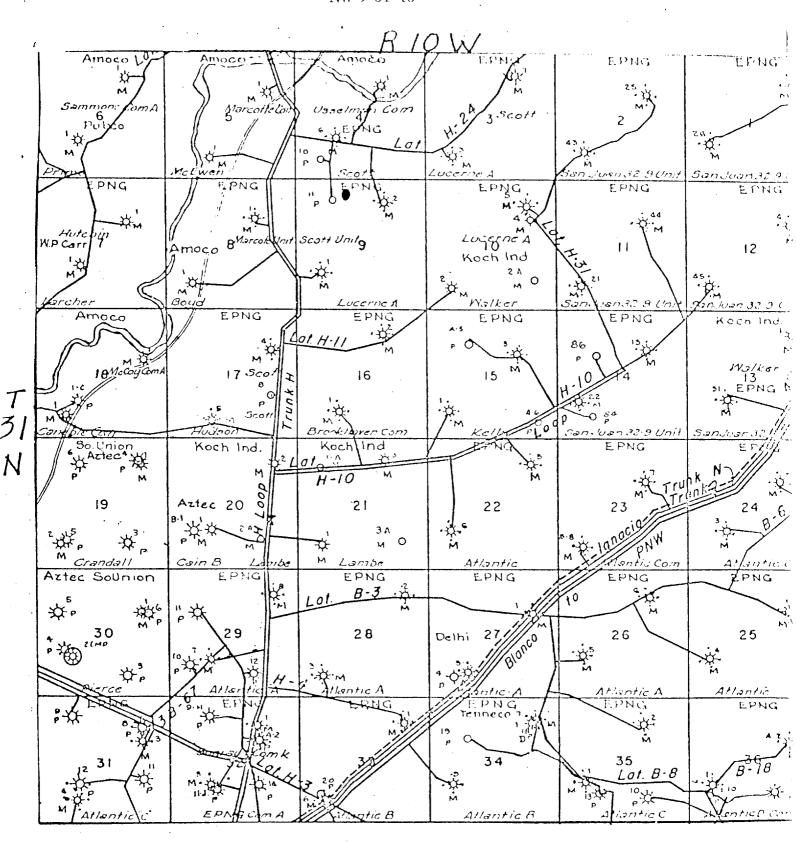


MAP #1

LEGEND OF RIGHT-OF-WAYS

EXISTING	ROADS	
	FIFELINES	+++
EXISTING	ROAD ? PIPELIN	[] -+++
PROPOSED	ROADS	
FROPOGED	PIPELINES	+++
PROPOSED	ROAD & FIFELT	E

EL PASO NATURAL GAS COMPANY LUCERNE A #1A' NW 9-31-10



MAP #2

APPROVED BY

CONDITIONS OF APPROVAL, IF ANY:

UNITED STATES Form Approved. Budget Bureau No. 42-R1424 DEPARTMENT OF THE INTERIOR 5. LEASE GEOLOGICAL SURVEY SF 078604 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 o be. ្និតិសិទ្ធិ 8. FARM OR LEASE NAME gas well $\mathbf{\Sigma}$ well other 2. NAME OF OPERATOR Lucerne A 9. WELL NO. EL PASO NATURAL GAS CO 3. ADDRESS OF OPERATOR 10. FIELD OR WILDCAT NAME BOX 289, FARMINGTON, NEW MEXICO Blanco Mesa Verde 4. LOCATION OF WELL (REPORT LOCATION CLEARLY. See space 17 11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA Sec. 95 T-31-N, R-10-W AT SURFACE: 950'N, 1780'W AT TOP PROD. INTERVAL: 12. COUNTY OR PARISH 13. STATE AT TOTAL DEPTH: 16. CHECK APPROPRIATE BOX TO INDICATE NATURE OF NOTICE, San Juan 🚉 New Mexico 14. API NO. REQUEST FOR APPROVAL TO: 15. ELEVATIONS (SHOW DF, KDB, AND WD) SUBSEQUENT REPORT OF: TEST WATER SHUT-OFF 6014' GIZ 33 = FRACTURE TREAT to top of all to top of to top of to top of a local Far any State only a SHOOT OR ACIDIZE REPAIR WELL PULL OR ALTER CASING MULTIPLE COMPLETE (NOTE: Report results of multiple completion or zone change on Form 9-330.) CHANGE ZONES Ja botgados vo Padriud orga Oncir bodissa ABANDON* 8505 (other) bortt Sdf b 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 12/2/78: Spudded well. Drilled surface hole. 01.12 =:≘ 12/3/78: Ran 5joints 9 5/8", 36# KS surface casing, 2009 set at 2231. Cemented with 224 cu. ft. cement. Circulated to surface: WOC 12 hours; õ Subsurface Safety Valve: Manu. and Type _ 18. I hereby certify that the foregoing is true and correct SIGNED A _ TITLE Drilling Clerk DATE 12/6/78 (This space for Federal or State office use)

*See Instructions on Reverse Side

_ TITLE

101 1101

Spore

DATE