SUBMIT IN TRIPLICATE*

(Other instructions on reverse side)

Form approved. Budget Bureau No. 42-R1425.

UNITED STATES

0.45-2319 DEPARTMENT OF THE INTERIOR 5. LEASE DESIGNATION AND SERIAL NO. GEOLOGICAL SURVEY M00-C-1420-1717 6. IF INDIAN, ALLOTTEE OR TRIBE NAME APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK Mountain Ute 1a. TYPE OF WORK 7. UNIT AGREEMENT NAME PLUG BACK DRILL 🖾 DEEPEN [b. TYPE OF WELL MULTIPLE Zone S. FARM OR LEASE NAME GAS WELL OIL X OTHER Ute 11 2. NAME OF OPERATOR 9. WELL NO. Energetics, Inc. 24 3. ADDRESS OF OPERATOR 10. FIELD AND POOL, OR WILDCAT 333 W. Hampden Ave., Ste. 1010, Englewood, Colorado 80110 4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.*) Verde Gallup 11. SEC., T., B., M., OR BLK. AND SURVEY OR AREA 1950' FSL & 1990' FEL At proposed prod. zone S.11-T31N-R15W Same 14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE* 12. COUNTY OR PARISH | 13. STATE MM |San Juan 17. NO. OF ACRES ASSIGNED TO THIS WELL 16. DISTANCE FROM PROPOSED*
LOCATION TO NEAREST
PROPERTY OR LEASE LINE, FT.
(Also to pearest drig. unit line, if any) 16. NO. OF ACRES IN LEASE 40 640 18. DISTANCE FEOM PEOPOSED LOCATION*
TO NEAREST WELL, DRILLING, COMPLETED,
OR APPLIED FOR, ON THIS LEASE, FT. 20. ROTARY OR CABLE TOOLS 19. PROPOSED DEPTH Rotary & Cable Tools
22. APPROX. DATE WORK WILL START* 3000 21. ELEVATIONS (Show whether DF, RT, GR, etc.) September 30,1978 5999 q.L $\overline{23}$ PROPOSED CASING AND CEMENTING PROGRAM QUANTITY OF CEMENT SETTING DEPTH SIZE OF HOLE WEIGHT PER FOOT SIZE OF CASING 100 sk. -100 12 7 8 5/8 330 sk. 2800 5½ 15.5 7 7/8 2800-3000 4 374 Open Hole odend and/or State to ter appearants al be characte. (See Attachments) -Ξ. Ė ā IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen or plug back, 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. 8-2-78 Agent DATE TITLE BIGNED ... John Alexander (This space for Federal or State office use) PERMIT NO. _ APPROVAL DATE

TITLE

CONDITIONS OF APPROVAL, IF ANY : oh grah

APPROVED BY

U. S. GEOLOGICAL SURVEY DURANGO. COLO.

NEW MEXICO OIL CONSERVATION COMMISSION WELL LOCATION AND ACREAGE DEDICATION PLAT

All distances must be from the outer boundaries of the Section Well No. Lease Operator ENERGETICS, INC. UTE 11 County Township Hange Unit Letter Section San Juan 15W Actual Footage Location of Well: 1990 East feet from the feet from the Dedicated Acreage: Ground Level Elev. Producing Formation 40 5999 Verde Gallup Gallup 1. Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below. 2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty). 3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling, etc? If answer is "yes," type of consolidation __ Yes If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.). No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Commission. CERTIFICATION I hereby certify that the information contained herein is true and complete to the John Alexander Position Agent Company Energetics, Inc. 8/2/78 11 I hereby certify that the well location shown on this plat was plotted from field 1990' notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief.

ENERGETICS, INC.

FORMATION INFORMATION AND DRILLING PRACTICES

WELL:

Ute 11 No. 24

LOCATION:

1950' FSL & 1990' FEL

S11-T31N-R15W

San Juan Co., NM

LEASE NUMBER:

M00-C-1420-1717

1) Surface formation:

Menefee

2) Estimated tops of important geologic markers:

Point Lookout	1042
Mancos	1432
Gallup	2800

3) Hydro carbon, water or mineral bearing formation:

2800' 0il

4) Proposed casing program:

0-100' 8 5/8, 32#, new casing. Cement with 100 sk. Class B + 2% CaCl₂.

0-2800 $5\frac{1}{2}$, 15.5#, new casing. Cement with 230 sk. Halliburton Light with $6\frac{1}{4}$ lb. Gilsonite/sk. followed by 100 sk. Class B + 2% CaCl₂ with $6\frac{1}{4}$ lb. Gilsonite/sk.

·2800-3000 Open hole (drill with Cable tool)

5) Specifications for pressure control equipment:

The attached schematic shows the type of blow out preventer to be used while drilling. The unit will be tested to 200 psi. as soon as possible after its installation on the surface pipe. Testing will be done with the rig pump. This is a manual type preventer, and its operation will be manually checked when practical.

6) Drilling fluids:

Depth	Туре	Viscosity	Weight	Fluid Loss
0-100 100-2800 2800-3000	Gel-Lime Gel-Chem Water	35-55 30-40	8.9-9.2 8.6-9.5	N/C 10

7) Auxiliary equipment:

- (a) bit float
- (b) full opening valve for stabbing in drill pipe when the kelly is not in use

Page 2

8) <u>Logging - Coring - Drill Stem Testing</u>:

Logging: Induction Electric Log, Formation Compensated Density, Gamma Ray, Caliper

Coring: None

Drill Stem Testing: None

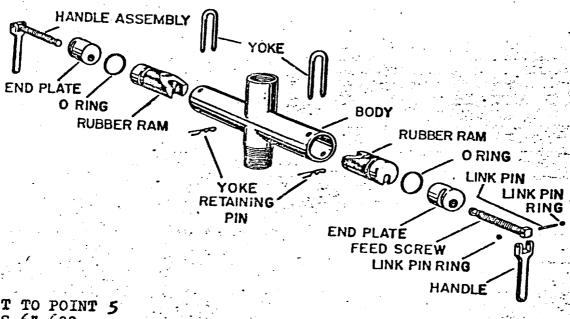
9) Abnormal temperatures, pressures, or hazardous conditions:

None expected.

10) Starting Date:

Anticipated starting date is September 30, 1978. Approximately 15 days will be needed to build roads and location and drill the well to total depth. If commercial, completion will commence immediately and require approximately 7 days to complete.

BLOWOUT PREVENTERS



ATTACHMENT TO POINT 5 API SERIES 6" 600 ENERGETICS, INC.

SURFACE DEVELOPMENT PLAN

WELL:

Ute 11 #24

LOCATION:

1950' FSL & 1990' FEL S11-T31N-R15W

San Juan Co., NM

LEASE NUMBER:

M00-C-1420-1717

1) <u>Existing roads</u>: (Shown in green.)

The attached topographic map shows all existing roads within one mile of the proposed location. Access will be made to a county road 2 miles south of the location.

Some existing roads are in poor condition and will have to be upgraded to handle normal drilling activity traffic.

2) Planned access road: (Shown in red.)

The planned access road will be approximately ½ mile long and 20' wide. Maximum grade will be 5%. No turnouts or culverts will be required. Water bars will be used to aid drainage and prevent erosion. No surfacing material will be required. No gates, cattle guards, or fences will be crossed. No cuts or fills should be required.

3) Location of existing wells:

All wells (water, abandoned, disposal, and drilling) are shown and so labled on the attached section layout.

4) <u>Location of tank batteries</u>, production facilities and production, gathering and service lines:

All production facilities are to be contained within the proposed location. Energetics does not own or control any such facilities in the area.

5) Location and type of water supply:

Water for drilling will be trucked from the San Juan River located 15 miles southeast of location. This water is not on federal land.

6) Source of construction material:

Any construction material required for road or location will be excess material accumulated during building of such sites.

7) Methods of handling waste disposal:

(Refer to attached well site layout.)
All burnable material will be burned in the trash pit when conditions permit. All nonburnable material (drilling fluids, cuttings, chemicals, etc.) will be held in the reserve pit and buried when dry. Any oil produced while drilling will be trucked from the location prior to leaving the pit to dry. Pits will be fenced during dryout time, the completely back filled with dirt prior to preparing the location for production or abandonment.

8) Ancillary facilities:

No ancillary facilities are planned.

9) Well site layout:

The attached layout shows the drilling rig with all facilities. Cut and fill required is also indicated.

10) Plans for restoration of surface:

Restoration of well site and access road will begin within 90 days of well completion, weather permitting.

Should the well be abandoned, the drilling site will be reshaped to its approximate former contour. The access road will be plowed and leveled. Both site and road will have top soil replaced and will be reseeded when germination can occur.

Should the well be commercial, that portion of the location, not needed for operation, will be repaired as above. The portion needed for daily production operations, and the access road, will be maintained in good repair.

In either case, clean up of the site will include burning any safely burnable material, filling of all pits, carrying away of all nonburnable material and chemicals that can not be buried. Any oil that has accumulated on the pits will be trucked away.

11) Other information:

General topography of the area may be seen on the attached map.

The drilling site is on a northeast slope and is covered with sage brush and other native grasses. There are no creeks, rivers or ponds in the area. The soil is sandy loam. Small animals and sheep inhabit the area.

The surface is administered by The Bureau of Indian Affairs, and belongs to the Ute Mountain Tribe.

There are no occupied dwellings in the area.

There are no archaeological or cultural sites visible on the location. The archaeologist report is forthcoming.

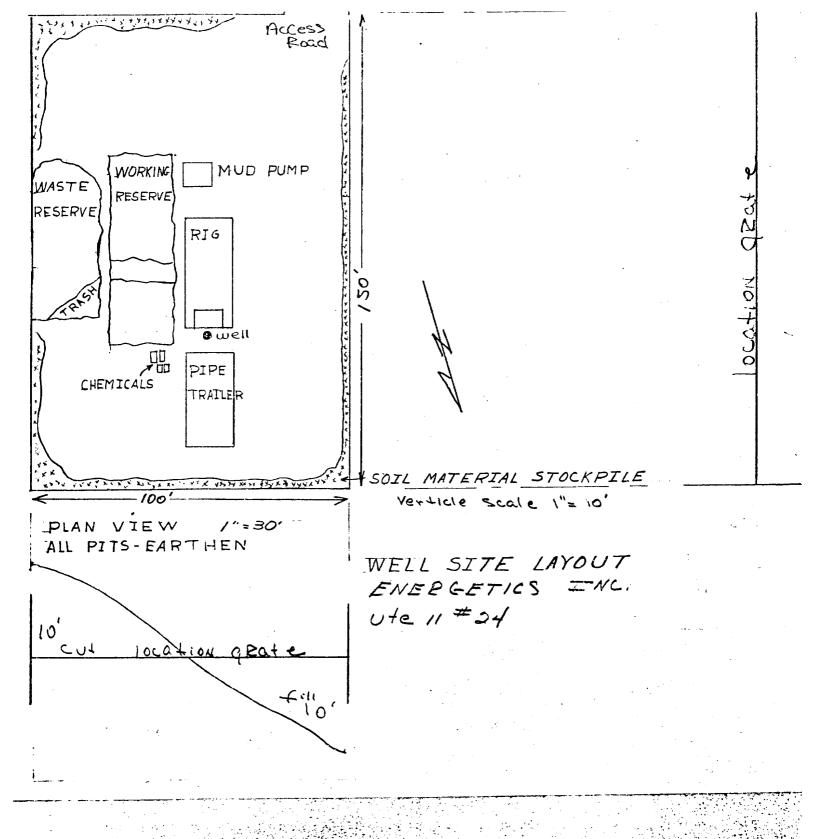
12)

John Alexander 3E Company, Inc. P.O. Box 190 Farmington, NM 87401 Phone: 505-327-4020

I hereby certify that I or persons under my direct supervision, have inspected the proposed drill site and access route; that I am familiar with the conditions which presently exist; that the statements made in the 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 Energetics, Inc. and its contractors and sub-contractors in conformity with this plan and the terms and conditions under which it is approved.

8-3-78

John Alexander



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