SUBMIT IN TRIPLICATE*

(Other instructions on reverse side)

Form approved. Budget Bureau No. 42-R1425.

UNITED STATES

| | DEPARTMENT | F OF THE I | NTERI | OR | TEVELSE BI | uc, | 5. LEASE DI | 45-23 ESIGNATION AND -C-1420-17 | SERIAL NO. |
|--|--|------------------|------------|-------------|---------------|--|---------------|---------------------------------------|---|
| APPLICATION | V FOR PERMIT | TO DRILL | DEEDE | V OR F | PILIGR | ACK | | N, ALLOTTEE OF T | |
| 1a. TYPE OF WORK | ILL 🗵 | DEEPEN | | | UG BAC | | | tain Ute | <u> </u> |
| b. TYPE OF WELL OIL [편] G. | A8 [] | | SING | star (T | MULTIPI | · · · · · · · · · · · · · · · · · · · | S TABLE OF | LEASE NAME: | ham gar la ba ba ba b |
| | ELL OTHER | | ZON | | ZONE | | 15 | | <u> </u> |
| | NC | | | | | 교 | 9. WELL NO | | 6 |
| ENERGETICS, I | IVC. | | | | · · · · · | <u> </u> | 232 | | |
| 333 W. Hampder | n Avenue Suite | 1010 Frai | errood. | Colone | .do 00: | | 10. FIELD A | ND POOL, OR WI | LDCAT |
| 4. LOCATION OF WELL (R | n Avenue, Suite | in accordance wi | th any Sta | te requirem | ents.*) | | Verd | e Gallup | |
| At surface | 1 PCI 10401 P | ENT. | | | | - | 11. SEC., T., | R., M., OR BLK. | |
| JAt proposed prod. zone Same | | | | | | \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ | 5 11 11 | -T31N-R14 | i N |
| 14. DISTANCE IN MILES | AND DIRECTION FROM NEAR | REST TOWN OR POS | T OFFICE® | | | 1.0 | 12. COUNTY | OR PARISH 13. | STATE |
| | | | | | | | San | Juan 🚶 | NM |
| 15. DISTANCE FROM PROPO LOCATION TO NEAREST | r . | | 16. No. | OF ACRES IN | LEASE | 17. NO. OF ACRES ASSIGNED TO THIS WELL | | | |
| PROPERTY OR LEASE I (Also to nearest drig | g. unit line, if any) | | | 1280 | | | | | |
| 18. DISTANCE FROM PROP TO NEAREST WELL, D | RILLING, COMPLETED, | | 19. PROP | OSED DEPTH | | 20. ROTARY OR CABLE TOOLS | | | |
| OR APPLIED FOR, ON THE | | | <u> </u> | 2750 | | Rotary & Cable Tools- | | | |
| 21. ELEVATIONS (Show who | · · · · · · | 7 | | | | <u> </u> | 1 : 1 | D # 글도, | |
| 23. | 5790 ' g | ROPOSED CASI | NG AND (| CEMENTIN | G PROGRA | M : 5 | 1 - Ja | nuary 15, | 1979 |
| SIZE OF HOLE | SIZE OF CASING | WEIGHT PER F | тоот | SETTING ! | ЕРТН | - | QUANTIT | TY OF CEMENT | |
| 12 1/4 | 8 5/8 | 20 | | 100 | | | 100 sk | . <u> </u> | = = |
| 7 7/8 | 5 1/2. | 14 | | 2552 | | | 330 sk. | | |
| | PROPOSED PROGRAM: If p Irill or deepen directiona | | en or plug | | details pr | | | nd proposed nev | |
| SIGNED John | O lenkind | <u></u> | 'LE | Agent | Show a series | 0, 1 | DATE | 12/13/7 | 78 |
| (This space for Feder | al or State office use) | | AP | PROVAL DATE | | - | | | IVEN |

ok Frank

CONDITIONS OF APPROVAL, IF ANY:

APPROVED BY

DEC 1 8 1978

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

| Operator | | | Lease | the Beetlen. | | Well No. |
|--|-----------------------------------|---|-----------------------|-------------------------------|--|---------------------------|
| Unit Letter | , INCORPORATE | | UTE 1819 | | | 33 |
| J | Section 18 | Township 31N | Range 11.W | County San | Inan | |
| Actual Footage Loca | |) | 71144 |) San c | o uati | |
| 1960 | | bouth line and | | et from the | East | line |
| Ground Level Elev. 5790 | Producing For Gallu | | Verde Gall | | Dedic | cated Acreage: |
| 1. Outline the | | ted to the subject we | | | arks on the pla | 40 Acres |
| | • | | | | • | |
| 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 | n one lease of d | ifferent ownership is d | edicated to the well, | have the int | terests of all o | owners been consoli- |
| dated by co | ommunitization, u | nitization, force-poolin | ig. etc? | | | |
| Yes No If answer is "yes," type of consolidation | | | | | | |
| If answer is | s "no," list the | owners and tract descr | iptions which have a | ctually been | consolidated. | (Use reverse side of |
| | necessary.) le will be assigne | ed to the well until all | interests have been | | 1 /1 | |
| forced-pooli | ing, or otherwise) | ed to the well until all or until a non-standard | unit, eliminating suc | consolidated ch interests, | l (by communit has been appro | oved by the Commis- |
| sion. | | | | | | · · |
| | ı | <u> </u> | 1 | 1 | CER | TIFICATION |
| | ŀ | | i I | | | |
| | | | i | | I hereby certify | that the information con- |
| | 1 | | 1 | | | true and complete to the |
| | i | | i i | . | best of my know | ledge and belief. |
| | 1 | | SEP SINE | : M | John (| Defender |
| | -+ | + | SEFEIN R | | Agent | (|
| | 1 | į u | DEC 1 8 1978 | | Position | |
| | ı | | 1 | I + | Energetics | s, Inc. |
| | i | | U. S. GEOLOGICAL SUI | MF1 | Company <u>December</u> 1 | .3. 1978 |
| | 1 | 1 | DURANGO, COLO. | I | Date | .3, 1970 |
| |) Se | c | | <u> </u> | | . ' |
| | | | | | | |
| · | i | 18 | | N. % | I hereby certify | that the well location |
| | į | | 1 | COM | shown on this pl | at was plotted from field |
| · | Ì | © | 11310.00 | 5 3 1 | | surveys made by me or |
| | i | | 1 0,00 | 5. | | rect to the best of my |
| | 1 | | OIL | ` / | knowledge and b | · 1 |
| | -+ | | | | | |
| | ŀ | | 1 | | Date Surver ed RED | LAND |
| | 1 | 10961 | i | | Defender | 15 |
| | | | 1 | £ 1 | Registered Profess and/or Land Survey | longi Elogger |
| | i | · | 1 . | " | | |
| | | | 1 | ā | Fre 3 | extra land |
| | | | | | Certificate 10.B. | RR. |
| 330 660 90 | 1320 1650 1980 | 2310 2640 2000 | 1500 1000 50 | oo o | 3950 | |

ENERGETICS, INCORPORATED

FORMATION INFORMATION AND DRILLING PRACTICES

WELL: Ute 1819 No. 33

LOCATION: 1960' FSL & 1940' FEL Sec. 18-T31N-14W San Juan County, NM

LEASE NO.: Noo-C01420-1716

DEC 1 8 1978

U. S. GEOLOGICAL SURVEY DURANGO, COLO.

1. SURFACE FORMATION

Menefee

2. ESTIMATED TCPS OF IMPORTANT GEOLOGIC MARKERS

Point Lookout 839 Mancos 1223 Gallup 2585

3. HYDRO CARBON, WATER OR MINERAL BEARING FORMATION

2585' 0il

4. PROPOSED CASING PROGRAM

0-100' 8 5/8, 32#, new casing. Cement with 100 sk. Class B + 2% CaCl₂. 0-2550 $5\frac{1}{2}$, 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.

2550-2750 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 | Type | Viscosity | Weight | Fluid Loss | |
|--------------------------------|-------------------------------|----------------------------------|--------------------|------------|--|
| 0-100 100-2550 2550-2750 | 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.

8. LOGGING - CORING - DRILL STEM TESTING

Logging: Induction Electric Log

Coring: None

Drill Stem Testing: None

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U. S. GEOLOGICAL SURVEY DURANGO, COLO.

9. ABNORMAL TEMPERATURES, PRESSURES, OR HAZARDOUS CONDITIONS

None expected.

10. STARTING DATE

Anticipated starting date is January 15, 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.



U. S. GEOLOGICAL SURVEY DURANGO, COLO.

ENERGETICS, INCORPORATED

SURFACE DEVELOPMENT PLAN

WELL: Ute 1819 #33

LOCATION: 1960' FSL & 1940' FEL S. 18-T31N-R14W San Juan County, NM

LEASE NO.: Noo-C-1420-1716



U. S. GEOLOGICAL SURVEY DURANGO, COLO.

1. EXISTING ROADS (Shown in green)

The attached topographic map shows all existing roads within one mile of the proposed location. Access will be made to an existing road 100' west 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 100' 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 labeled on the attached section layout.

4. LOCATION OF TANK BATTERIES, 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 produces
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

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U. S. GEOLOGICAL SURVEY DURANGO, COLO.

9. WELL SITE LAY OUT

The attached lay out 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 flat 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



DEC 1 8 1978

U. S. GEOLOGICAL SURVEY

13. I hereby certify that I or persons under my direct supervision, have, colo. 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, Incorporated and its contractors and sub-contractors in conformity awith this plan and the terms and conditions under which it is approved.

December 13, 1978

John (Olexander

