

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

NM OIL & GAS COMMISSION
DRAWER DD
ARTESIA, NM 88210

COMMISSION 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

Evergreen Operating Corporation

3. ADDRESS AND TELEPHONE NO.

1512 Larimer Street, Suite 1000, Denver, CO 80202 (303) 534-0400

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

At surface

860' FSL, 2150' FWL Unit Letter V

At proposed prod. zone

Same as above

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

9.1 miles NW of Maljamar, NM

15. DISTANCE FROM PROPOSED*

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

860'

16. NO. OF ACRES IN LEASE

120

17. NO. OF ACRES ASSIGNED
TO THIS WELL

40

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

1150'

19. PROPOSED DEPTH

3900'

20. ROTARY OR CABLE TOOLS

Rotary

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

4151.7'

22. APPROX. DATE WORK WILL START*

July 15, 1993

23. 4212

PROPOSED CASING AND CEMENTING PROGRAM

NO WATER BASIN

| SIZE OF HOLE | GRADE SIZE OF CASING | WEIGHT PER FOOT | SETTING DEPTH | QUANTITY OF CEMENT |
|--------------|----------------------|-----------------|---------------|---------------------------------|
| 12-1/2" | 8-5/8" | 24# | 400' | 250 sx Class C circ. to surface |
| 7-7/8" | 5-1/2" | 17# | 3900' | 455 sx Class C circ. to surface |

The operator proposes to drill to a depth sufficient to test the Premier Formation as outlined in the attached drilling program. If non-productive, the well may be completed as an injector as outlined in the Surface Use & Operating Plan. Specific programs, as per Oil & Gas Order #1, are outlined in the following attachments:

Drilling Program

Surface Use & Operating Plan

H₂S Program

Exhibit 1: Blowout Preventor Equipment

Exhibit 2: Well Site & Elevation Plat

Exhibit 3: Location & Access Road Map

Exhibit 4: One-mile Radius Map

Exhibit 5: Listing of wells within
one mile of proposed site

Exhibit 6: Drilling Rig Layout

Exhibit 7: Proposed Location Layout

Exhibit 8: Archaeological Clearance Report

IO-1

7-23-93

ALC/APC

APPROVAL SUBJECT TO
GENERAL REQUIREMENTS AND
SPECIAL STIPULATIONS

IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen, give data on present productive zone and proposed 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. Stephanie Basey

SIGNED

TITLE Petroleum Engineer

DATE 6/1/93

(This space for Federal or State office use)

PERMIT NO.

APPROVAL DATE

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:

(ORIG. SGD.) RICHARD L. MANUS

AREA MANAGER

JUL 14 1993

APPROVED BY

TITLE

DATE

*See Instructions On Reverse Side