



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Farmington District Office
6251 College Blvd. - Suite A
Farmington, New Mexico 87402



39-29829

IN REPLY, REFER TO: JIC464
3162.3-1 (NMF0110)

December 15, 2015

Elm Ridge Exploration Co, Inc.
P.O. Box 156
Bloomfield, NM 87413

Dear Sir or Madam:

Reference is made to your Applications to Permit to Drill (APD) for the following wells: Jicarilla Apache JV KD #11, Jicarilla Apache JV KD #12, Jicarilla 78 PC1, Jicarilla 78 PC2, Jicarilla 78 PC3, Jicarilla 77 PC1, Jicarilla 77 PC2, Jicarilla 77 PC3, Jicarilla 13 PC1, Jicarilla 13 PC2, Jicarilla 13 PC3, Jicarilla 13 PC4, Jicarilla 13 PC6, Jicarilla 40 PC2, Rincon B2, and Jicarilla Apache C 2E.

In view of the foregoing, this office has withdrawn these APDs. In addition, we will require a letter confirming that no surface disturbing activities have been conducted at these well sites. Please file the letter within 30 days of receipt of this notice.

Any surface disturbance conducted must be rehabilitated in accordance with the standards and guidelines established by this office. Please contact Flaniken, Jon M, Environmental Protection Specialist at (505) 564-7702 or email at mflaniken@blm.gov for information or inspections.

Under 43 CFR 3165.3, you may request an Administrative Review of any instructions, orders, or decisions issued by the Authorized Officer. Such a request, including all supporting documents, must be filed in writing within 20 business days of receipt of this notice and must be filed with the State Director, Bureau of Land Management, P.O. Box 27115, Santa Fe, New Mexico 87502-0115. Such a request will not result in a suspension of the instructions, orders, or decisions unless the reviewing official so determines. Procedures governing appeals from the instructions, orders, or decisions are contained in 43 CFR 3165.4 and 43 CFR 4.400 et. Seq.

If you have any questions, contact Abdelgadir Elmadani at (505) 564-7742.

Sincerely,

Abdelgadir Elmadani,
Petroleum Engineer
Petroleum Management Team

AV

CC: Well File
NMOCD

Form 3160-3
(April 2004)

NOS: 8-15-05
ADDP: -
MP: 03-09-06
SMA: BIA
BOND: BIA BOND
CAPA: -

J.J. Harris 1/3
and El Paso Nat. Gas Co.
HBP Actual

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT
APPLICATION FOR PERMIT TO DRILL OR REENTER

FORM APPROVED
OMB No. 1004-0137
Expires March 31, 2007

| | | |
|--|--|---|
| 1a. Type of work: <input checked="" type="checkbox"/> DRILL <input type="checkbox"/> REENTER | | 5. Lease Serial No. BIA CONTRACT 13 A |
| 1b. Type of Well: <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other <input checked="" type="checkbox"/> Single Zone <input type="checkbox"/> Multiple Zone | | 6. If Indian, Allottee or Tribe Name JICARILLA APACHE |
| 2. Name of Operator ELM RIDGE EXPLORATION COMPANY, LLC | | 7. If Unit or CA Agreement, Name and No. N/A |
| 3a. Address P. O. BOX 156 BLOOMFIELD, NM 87413 | | 8. Lease Name and Well No. JICARILLA APACHE C 2 E |
| 3b. Phone No. (include area code) (505) 632-3476 | | 9. API Well No. 30-039-29829 |
| 4. Location of Well (Report location clearly and in accordance with any State requirements.) At surface 660' FSL & 855' FEL SESE At proposed prod. zone SAME | | 10. Field and Pool, or Exploratory OTERO GALLUP BASIN DAKOT |
| 11. Sec., T. R. M. or Blk. and Survey or Area 27-24N-5W NMPM | | 12. County or Parish RIO ARRIBA |
| 13. State NM | | 14. Distance in miles and direction from nearest town or post office* 8 AIR MILES NE OF COUNSELOR, NM |
| 15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) 1,785' | 16. No. of acres in lease 1,920 | 17. Spacing Unit dedicated to this well SESE & E2 |
| 18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. 1,003' (P 6 (PC)) | 19. Proposed Depth 7,100' | 20. BLM/BIA Bond No. on file BIA NATION WIDE 886441C w/ Jicarilla Office |
| 21. Elevations (Show whether DF, KDB, RT, GL, etc.) 6,666' GL | 22. Approximate date work will start* 04/15/2006 | 23. Estimated duration 4 WEEKS |

24. Attachments

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No.1, shall be attached to this form:

- | | |
|---|--|
| 1. Well plat certified by a registered surveyor. | 4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above). |
| 2. A Drilling Plan. | 5. Operator certification |
| 3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office). | 6. Such other site specific information and/or plans as may be required by the authorized officer. |

| | | |
|---|---|---------------------------|
| 25. Signature <i>[Signature]</i> | Name (Printed/Typed) BRIAN WOOD | Date 02/28/2006 |
| Title CONSULTANT | | |
| PHONE: (505) 466-8120 FAX: (505) 466-9682 | | |
| Approved by (Signature) <i>[Signature]</i> | Name (Printed/Typed) | Date 6/6/11 |
| Title ATTN | Office FPO | |

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, are attached.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

*(Instructions on page 2)

RV

FARMINGTON

DRILLING OPERATIONS AUTHORIZED ARE
BASED ON THE INFORMATION ATTACHED
TO THE PERMIT REQUIREMENTS.

This action is subject to technical and
production review pursuant to 43 CFR 8165.2
and approved pursuant to the