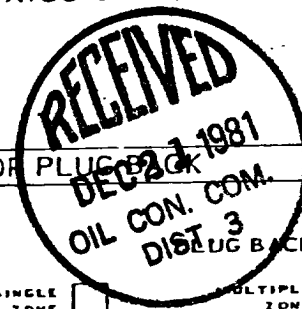


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LAND OFFICE	
OPERATOR	

P. O. BOX 2088 207031-207022
SANTA FE, NEW MEXICO 87501



5A. Indicate Type of Lease	STATE ☒ FEE ☐
5. State Oil & Gas Lease No.	LG 2773
7. Unit Agreement Name	
8. Farm or Lease Name	State
9. Well No.	26
10. Field and Pool, or Wildcat	CHACO WASH (M.V)
12. County	McKinley

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK

Type of Work: DRILL ☒ DEEPEN ☐

Type of Well: OIL WELL ☒ GAS WELL ☐ OTHER ☐

Single Zone ☐ Multiple Zone ☐

Name of Operator: RED MOUNTAIN ASSOCIATES c/o M. Zenati

Address of Operator: 2626 Holly St., Denver Co 80207

Location of Well: UNIT LETTER B LOCATED 620 FEET FROM THE North LINE
1965 FEET FROM THE East LINE OF SEC. 28 TWP. 20N RGE. 3W NMPM

19. Proposed Depth: 1400'

19A. Formation: Menefee

20. Policy or C.T.: Rotary

21A. Kind & Status Plug. Bond: 6422 GL

21B. Drilling Contractor: Meztemp Drilling Co.

22. Approx. Date Work will start: December 30, 1981

PROPOSED CASING AND CEMENT PROGRAM

SIZE OF HOLE	SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	SACKS OF CEMENT	EST. TOP
6 3/4	4 1/2	10.5 #	TD	170	Surface

Operator proposes to drill this well to test the Fino and Chaco Wash sands and deeper sands for oil production and development of secondary recovery potential

Water base mud will be used to remove cuttings

Resistivity logs will be used to evaluate the pay zones along with cores of selected intervals

Close spacing is required to obtain economical drainage of this very low pressure reservoir.

APPROVAL VALID
FOR 90 DAYS UNLESS
DRILLING COMMENCED,
June 21, 1982

OVER SPACE DESCRIBE PROPOSED PROGRAM: IF PROPOSAL IS TO DEEPEN OR PLUG BACK, GIVE DATA ON PRESENT PRODUCTIVE ZONE AND PROPOSED NEW PRODUCTION. GIVE BLOWOUT PREVENTER PROGRAM, IF ANY.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

By: M. Zenati Title: Petroleum Engineer Date: 12/15/1981

(This space for State Use)

APPROVED BY: Jeff A. Schuster TITLE: DEPUTY OIL & GAS INSPECTOR, DIST. #3 DATE: DEC 21 1981

REMARKS OF APPROVAL, IF ANY:

Hold C104 for location change

OIL CONSERVATION DIVISION

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENTP. O. BOX 2088
SANTA FE, NEW MEXICO 87501Form C-102
Revised 10-1-78

All distances must be from the outer boundaries of the Section.

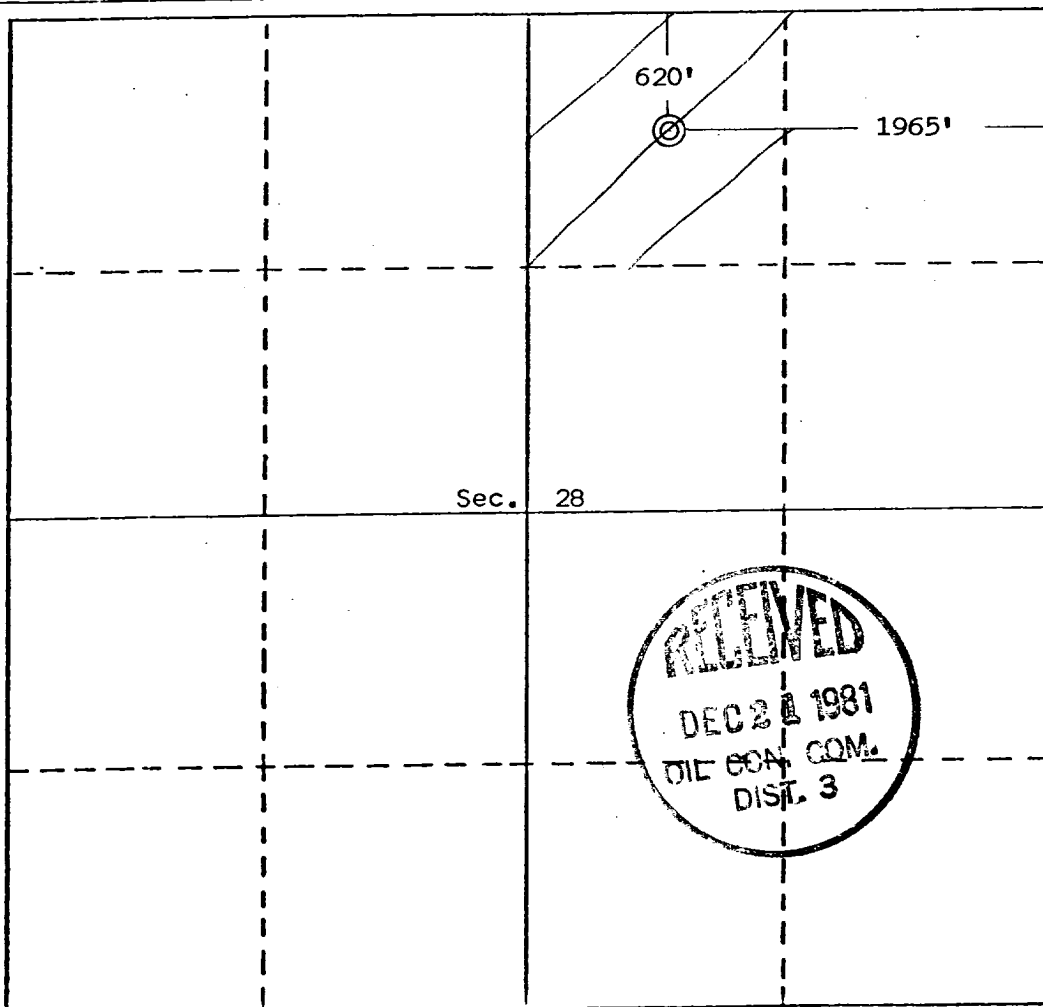
Operator Red Mountain Associates Ltd. Partners			Lease State		Well No. 26
Unit Letter B	Section 28	Township 20 North	Range 9 West	County McKinley	
Actual Footage Location of Well: 620 feet from the North line and 1965 feet from the East line					
Ground Level Elev. 6422	Producing Formation Mene Fee	Pool Chaco Wash		Dedicated Acreage: 40 Acres	

1. Outline the acreage dedicated to the subject well by colored pencil or hatchure 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?

☐ Yes ☐ No If answer is "yes," type of consolidation _____

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 Division.



CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

Name
M. ZENATIPosition
Engineer

Company

Date
12/17/81

I hereby certify that the location shown on this plat was obtained from field notes or actual survey made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief.

Date Surveyed
December 9, 1981Registered Professional Engineer
and/or Land Surveyor

Edgar L. Risenhoover
Certificate No. 5979

Edgar L. Risenhoover, L.S.

0 330 660 990 1320 1650 1980 2310 2640 2970 3300 3630 3960 4290 4620 4950 5280 5610 5940 6270 6600