

I. REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT

¹ Operator name and Address Elm Ridge Resources, Inc. P.O. Box 601299 Dallas, TX 75360-1299		² OGRID Number 149052
		³ Reason for Filing Code Change of Operator
⁴ API Number 30-0-39-05088	⁵ Pool Name Ballard Picture Cliffs	⁶ Pool Code # 71439
⁷ Property Code	⁸ Property Name AXI Apache A	⁹ Well Number 3

II. ¹⁰ Surface Location

UL or lot no. M	Section 10	Township 23N	Range 05W	Lot Idn	Feet from the 990	North/South Line SOUTH	Feet from the 990	East/West Line WEST	County Rio Arriba
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¹¹ Bottom Hole Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South Line	Feet from the	East/West Line	County
¹² Lot Code	¹³ Producing Method Code		¹⁴ Gas Connection Date		¹⁵ C-129 Permit Number		¹⁶ C-129 Effective Date		¹⁷ C-129 Expiration Date

III. Oil and Gas Transporters

¹⁸ Transporter OGRID	¹⁹ Transporter Name and Address	²⁰ POD	²¹ O/G	²² POD ULSTR Location and Description
25244	Williams Gas Processing Blanco, Inc P.O. Box 58900 Salt Lake City, UT 84158	527830	G	M - 10 - 23N - 05W

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IV. Produced Water

²³ POD 527850	²⁴ POD ULSTR Location and Description M - 10 - 23N -05W
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OIL CON. DIV.
DIST. 3

V. Well Completion Data

²⁵ Spud Date	²⁶ Ready Date	²⁷ TD	²⁸ PBDT	²⁹ Perforation
³⁰ Hole Size		³¹ Casing & Tubing Size	³² Depth Set	³³ Sacks Cement

VI. Well Test Data

³⁴ Date New Oil	³⁵ Gas Delivery Date	³⁶ Test Date	³⁷ Test Length	³⁸ Tubing Pressure	³⁹ Csg. Pressure
⁴⁰ Choke Size	⁴¹ Oil	⁴² Water	⁴³ Gas	⁴⁴ AOF	⁴⁵ Test Method

<div><div>⁴⁶ I hereby certify that the rules of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief.</div><div>Signature: </div><div>Printed Name: James M. Clark Jr.</div><div>Title: President</div><div>Date: January 12, 1998</div><div>Phone: (214) 696-8090</div></div> <div><div>Approved by: </div><div>Title: SUPERVISOR DISTRICT #3</div><div>Approval Date: FEB 13 1998</div></div>
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⁴⁷ If this is a change of operator fill in the OGRID number and name of the previous operator.			
Robert L. Bayless		President	January 16, 1998
Previous Operator Signature OGRID #019418	Printed Name 	Title	Date