APPROVED BY

ak Frank

CONDITIONS OF APPROVAL, IF ANY:

SUBMIT IN TRIPLICATE*

(Other instructions on reverse side)

Form approved. Budget Bureau No. 42-R1425.

UNITED STATES DEPARTMENT OF THE INTERIOR

(1.22)		TED STATES T OF THE INTE	reverse s	ide)	30-039-22037
			KIUK		5. LEASE DESIGNATION AND SERIAL NO.
APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK					Contract No. 145
APPLICATION	I FOR PERMIT	TO DRILL, DEEP	PEN, OR PLUG I	BACK_	Jicarilla Apache
	LL 🖾	DEEPEN 🗌	PLUG BA	CK 🗌	7. UNIT AGREEMENT NAME
	AS OTHER		SINGLE X MULTIP	PLE	8. FARM OR LEASE NAME
WELL W	ELL AL OTHER		20.12		Jicarilla "K"
Supron Energy	Corporation				9. WELL NO.
ADDRESS OF OPERATOR					21 10. FIELD AND POOL, OR WILDCAT
P. O. Box 808, Farmington, New Mexico 87401 i. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.*) At surface					South Blanco Pictured Cliffs
	the North line	e and 790 feet	from the East 1	ine.	11. SEC., T., R., M., OR BLK. AND SURVEY OR ARBA
At proposed prod. zon	e Same as al	oove.			Sec. 1, T-25N, R-5W, N.M.
		REST TOWN OR POST OFFI			12. COUNTY OR PARISH 13. STATE
		Djito, New Mexi	CO NO. OF ACRES IN LEASE	1 17 NO 4	Rio Arriba New Mexico
LOCATION TO NEAREST 790 feet					HIS WELL
(Also to pearest drlg B. DISTANCE FROM PROP	. unit line, if any) 79() feet 19. 1	PROPOSED DEPTH	20. ROTA	159.91 RY OR CABLE TOOLS
TO NEAREST WELL, DO OR APPLIED FOR, ON THE	PILLING COMPLETED	pprox. 2190	3400		Rotary
21. ELEVATIONS (Show whether DF, RT, GR, etc.)					22. APPROX. DATE WORK WILL START*
6708 Gr.					May 15, 1979
	1	PROPOSED CASING AN	ND CEMENTING PROGR.	AM	•
SIZE OF HOLE	SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH		QUANTITY OF CEMENT
9-7/8"	7 - 5/8"	20.0	250	-	150 Sx.
6-3/4"	2 - 7/8"	6.50	3400	-	200 sx.
well is drill will be sand	ed, pipe is set water fraced to imately 3100 fe	and cemented, stimulate pro	the casing will duction. We will	l be pe	Cormation. After the erforated. The well run tubing to be MAY 8 1000 OIL CON. CO. DIST.
above SPACE DESCRIBE ne. If proposal is to eventer program, if any	drill or deepen direction:	proposal is to deepen or ally, give pertinent data	plug back, give data on p on subsurface locations at	nd measure	d and true vertical depths. Give blowout
(This space for Feder	al or State office use)				rorive B
PERMIT NO.	The second court uses		APPROVAL DATE	B	ECEIVE
					MAY DATA 1979
APPROVED BY	<u>-</u>	TITLE			III II DATA IYIY

U, S. GEOLOGICAL SURVEY DURANGO, COLO.

NEW MEXICO OIL CONSERVATION COMMISSION WELL LOCATION AND ACREAGE DEDICATION PLAT

Form C-102 Superardes C-1; Effective 1-1-65

All distances must be from the outer boundaries of the Section. Operator Well No. SUPRON ENERGY CORPORATION JICARILLA "K" 21 Unit Letter Section County 25 NORTH 5 KEST RIO ARRIBA Actual Footage Location of Well: 790 NORTH 790 feet from the EAST line and feet from the Ground Level Elev. Producing Formation Dedicated Acreage: 6708 PICTURED CLIFFS SOUTH BLANCO NE1/4 159.91 1. Outline the acreage dedicated to the subject well by colored pencil or hachure 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? 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 Commission. CERTIFICATION I hereby certify that the information contained herein is true and complete to the 790' best of my knowledge and belief. Rudy D. Motto Position Area Superintendent SUPRON ENERGY CORPORATION April 11, 1979 1 Date Surveyed 5 April 1979 Registered Professional Engineer and/or Land Surveyo James Leese Cerufficate No. ... 14 50 1980 1463 2000 1500 1000

United States Geological Survey P. O. Box 1809
Durango, Colorado 81301

Attention: Mr. Jerry Long

Dear Sir:

Supron Energy Corporation proposes to drill the Jicarilla "K" No. 21 well located 790 feet from the North line and 790 feet from the East line, Section 1, Township 25 North, Range 5 West, N.M.P.M., Rio Arriba County, New Mexico.

The following attachments are included with this application:

- 1. Map of existing roads.
- 2. There is no access road required.
- 3. Location of existing wells.
- 4. Lateral roads to well locations.
- 5. Location of surface equipment, if required.
- 6. Drilling and completion water will be obtained from the Supron Energy Corporation water well located in the SW/4 of Section 23, T-26N, R-4W, N.M.P.M., Rio Arriba County, New Mexico.
- 7. Waste will be disposed of by being placed in the reserve pit and buried upon completion of the well.
- 8. There will be no camp at or near the well site.
- 9. There will be no air strip.
- 10. A plat is attached showing the location of the rig, mud pits, reserve pit, burn pit, ect.
- 11. A letter of Certification is attached and the operators representative is Rudy D. Motto, Area Superintendent, P. O. Box 808, Farmington, New Mexico 87401, Phone (505) 325-3587.
- 12. After the well is completed the location will be cleaned up and bladed. The reserve pit will be fenced on three sides when the location is built. After the well is drilled the pit will be fenced off until it has dried and then the pit will be filled and restored to its natural state.
- 13. The soil is sandy, clayey loam with the principal vegatation being Opuntia, greasewood. Russian thistle and galleta.

JICARILLA "K" NO. 21

SUPPLEMENT TO FORM 9-331C

- 1. The Geologic name of the surface formation is "Wasatch".
- 2. The estimated tops of important Geologic markers are:

A. Base of Ojo Alamo 2865 feet
B. Fruitland 2933 feet
C. Pictured Cliffs 3200 feet

3. The estimated depths at which anticipated water, oil, gas or other mineral bearing formations are expected to be encountered are:

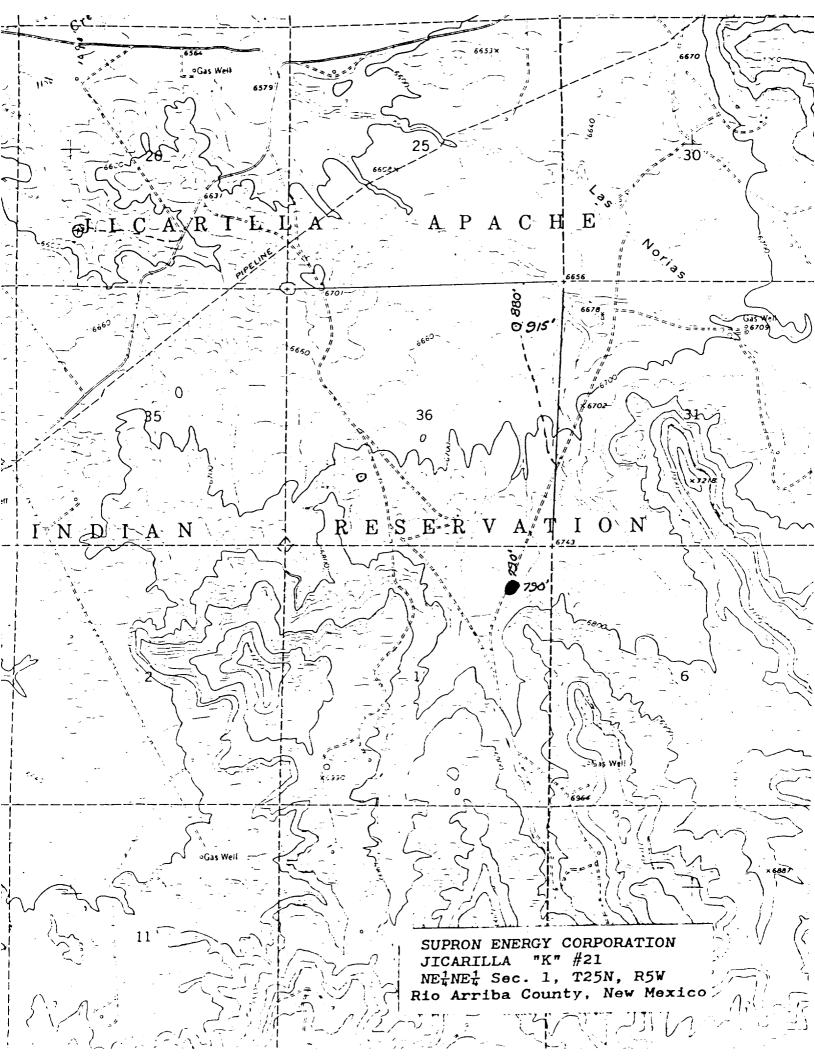
A. Base of Ojo Alamo

B. Fruitland

C. Pictured Cliffs

2865 feet - water
2933 feet - water
3200 feet - gas

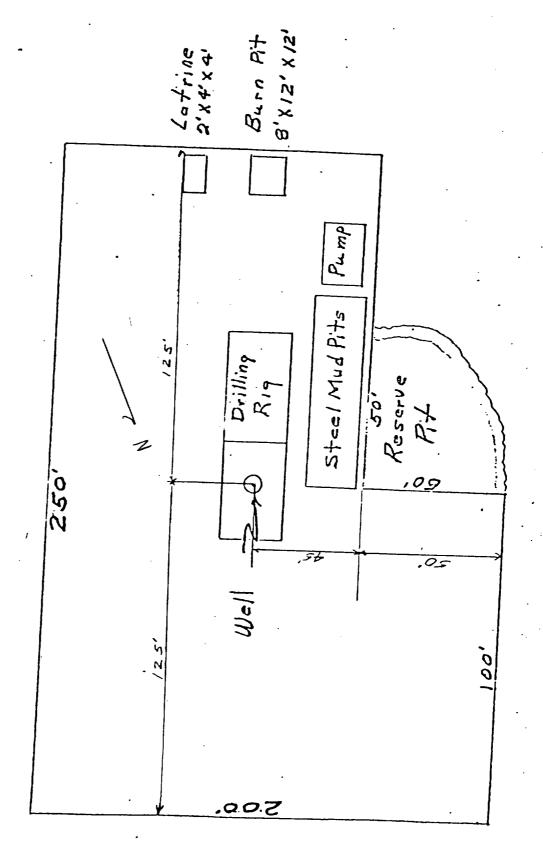
- 4. The casing program is shown on Form 9-3310 and all casing is new.
- 5. The lessee's pressure control equipment schematics are attached along with minimum specifications, testing proceedures and frequencies.
- 6. The type, estimated volumes and characteristics of the circulating mediums are as follows:
 - A. From O feet to 250 feet Natural Mud
 - B. From 250 feet to 3300 feet Permaloid non dispersed mud containing 167 sx of gel. 67 sx of permaloid and 10 sx of C.M.C.
- 7. The auxiliary equipment to be used will be floats at the bit and a sub on the floor with a full opening valve to be stabbed into the drill pipe when the Kelly is not in the string.
- 8. This well is in an area which is almost completely developed, therefore we will not have a testing and coring program. The logging program is as follows:
 - A. E. S. Induction
 - B. Gamma Ray Density
 - C. Gamma Ray Correlation
 - D. Cement Bond or Temperature log
- 9. There are no abnormal pressures, temperatures, or hydrogen sulfide problems expected in this highly developed area.
- 10. The anticipated starting date of this well is May 15, 1979.

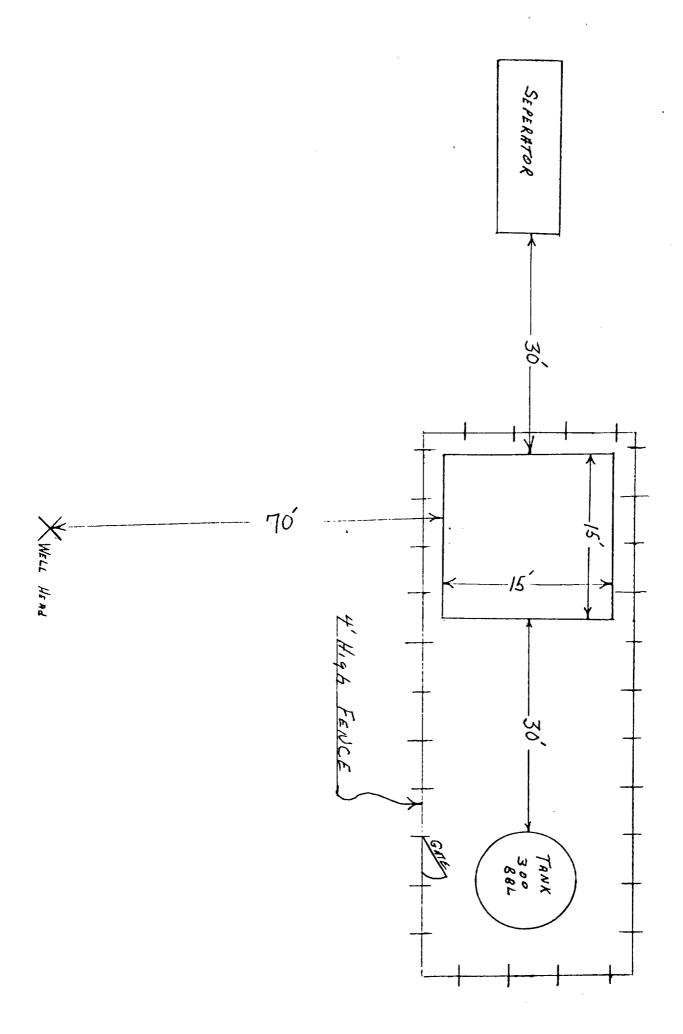


SUPRON ENERGY CORPORATION LOCATION AND EQUIPMENT LAYOUT

JICARILLA "K" NO. 21

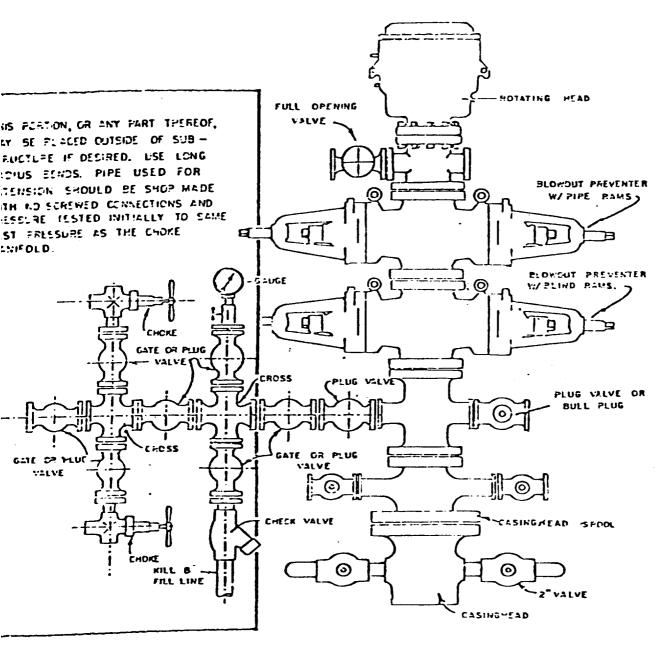
790 Feet from the North line and 790 feet from the East line of Section 1, Township 25 North, Range 5 West, N.M.P.M., Rio Arriba County, New Mexico.





Blowout Preventer will be tested daily and prior to drilling out with the results to be logged on the drillers report.

The B.O.P. and all valve and fittings are rated at 3000 psi working pressure, and hydraulically operated



BLOWOUT PREVENTER HOCKUP

SUPRON ENERGY CORPORATION POST OFFICE BOX 808 FARMINGTON, NEW MEXICO 87401

I hereby certify that I, or persons under my direct supervision, have inspected the proposed drillsite and access route; that I am familiar with the conditions which presently exist; that the statements made in this plan are, to the best of my knowledge, true and correct; and, that the work associated with the operations proposed herein will be preformed by SUPRON ENERGY CORPORATION and its contractors subcontractors in conformity with this plan and the terms and conditions under which it is approved.

SUPRON ENERGY CORPORATION

Rudy D. Motto

Area Superintendent

Phone: 325-3587