30-039-24036 A CENTE STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT P. O. BOX 2008 ... or Corico ACCCIVED SANTA FE, NEW MEXICOMATED 1986 DISTRIBUTION SA. Indicate Type of Lease SANTA FE STATE PEE X OIL CON. DIV. FILE 5. State Oil & Gas Lease No. U.S.G.S. LAND OFFICE DIST. 3 OPERATOR APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK 1a. Type of Work 7. Unit Agreement Nam DRILL X DEEPEN ___ PLUG BACK b. Type of Well 8. Farm or Lease Name MULTIPLE ZONE SINGLE X Hatley 2. Name of Operato 9. Well No. Mesa Grande Resources, Inc. Hawkeye #1 3. Address of Operator 10. Field and Pool, or Wildcat GAVILAN Mancos 1200 Philtower Building, Tulsa, OK. 74103 4. Location of Well 1650 Ι South LOCATED 23 25N 790 East 12. County Rio Arriba 80751 Dakota base Rotary 22. Approx. Date Work will start 21B. Drilling Contractor 7319' June 21, 1986 Statewide GR 23. PROPOSED CASING AND CEMENT PROGRAM

SIZE OF HOLE	SIZE OF CA	SING	EIGHT PER FOOT	SETTING DEPTH	SACKS OF CEMENT	EST. TOP
121"	8 5/8"	7 2	0# K-55	500'±	163 sx (196 ft ³)	surf.
7 7/8"	5½"	1	7# J=55	8075 ±	2300 sx(2760 ft ³)	2000'±

PROPOSED PROGRAM

- Proposed well will be drilled through the Dakota Formation and will evaluate the hydrocarbon potential of the Dakota, Graneros, Greenhorn, and Mancos zones. Completion program will be determined at total depth after log analysis.
- A BOP will be installed after surface casing is set and cemented. Prior to 2. drilling out from under surface, BOP will be tested to 500 # S.P. subsequent work will be conducted through BOP.
- 3. Drilling mud will be low solid non-dispersed; 35-45 visc., 8.5-9.2 lbs.
- If well is found to be non-productive, all water zones and zones with hydrocarbon shows will be bridged and cemented prior to plugging the well.
- CEMENTING: lst T.D. to $6600'\pm 215$ ft³ 65/35 Poz w/ 6% Gel, $\frac{1}{2}$ # D-29 cello flake 5. and 10% salt. Tail in $\overline{w}/\overline{350}$ ft³ RFC. TOC 6500'±; 2nd - 6450' to 3800'± DV tool @ 6450' w/ 280 ft³ 65/35 Poz w/ 6% Gel, $\frac{1}{4}$ # D-29 cello flake and $\frac{10\%}{10\%}$ salt. Tail in w/ 950 ft³ RFC. TOC 3800'±; 3rd - 3600' to 2000'± DV tool @ 3600' w/ 580 ft³ 65/35 Poz w/ 6% Gel, $\frac{1}{4}$ # D-29 cello flake, 10% salt. Tail in w/ 465 ft³ RFC.

0.	East	натт	oī	Section	23,	123N-K	Zw, is dedicated to this	well	
IN ABOVE SPA						PROPOSAL I	IS TÔ DEEPEN OR PLUG BACK, GIVE DATA ON	PRESENT PRODUCTIV	E ZONE AND PROPOSED NEW PR
							e best of my knowledge and belief.		
Signed	Jug	joy	R	Mill	im	_ Title	Vice President	Date	May 16, 1986
	(This	space	or State	Use)					5-21-86
APPROVED BY		Z TALÁ	E	Bus	ch	_ TITLE_	GEOLOGIST DISTRICT #3	DATE	MAY 21 1986
								VAL EXPIRES /	1-21-86

Hold C-164 for Denous Constitution.

UNLESS DRILLING IS COMMENCED. SPUD NOTICE MUST BE SUBMITTED

P. O. BOX 2088

Form C-102 Revised 10-1-78

ENERGY AND MINERALS DEPARTMENT SANTA FE, NEW MEXICO 87501

	ib IIA	tences must be from	n the oute	re boundaries of	the Section				
Operator		L	ease			•	Well No.		
Mesa Grande Resources Inc. Hawkeye									
Unit Letter Section Township 25 Not		5 North			County Ric	Arriba			
Actual Footage Location	Cauth		790			East	line		
Ground Level Elev.	Producing Formation	line and	<u> </u>	icei	from the		Dedicated Acreage:		
7319	Gallup			an Mancos			320 Acres		
						-1 1			
1. Outline the acrenge dedicated to the subject well by colored pencil or hachure marks on the plat below.									
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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).									
interest and rej	atty).								
3. If more than on	e lease of different of	wnership is ded	dicated	to the well, I	nave the	interests of	all owners been consoli-		
	nitization, unitizatio								
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Yes X	No If answer is	"yes;" type of c	onsolid	ation Com	nunitiza	ition Pend	iing		
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iorcea-pooling,	or otherwise for until a	i non-stanuaru u	mit, em	minating such	interest	s, has been	approved by the Division.		
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I RESIDENT		Mesa Grande	. .	. 0.7125		best of my	knowledge and belief.		
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