



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION

BRUCE KING
GOVERNOR

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

January 10, 1991

Bannon Energy, Inc.
c/o A.R. Kendrick
Box 516
Aztec, NM 87410-0516

RECEIVED
JAN 15 1991
OIL CON. DIV.
DIST. 3

Administrative Order NSL-267-A

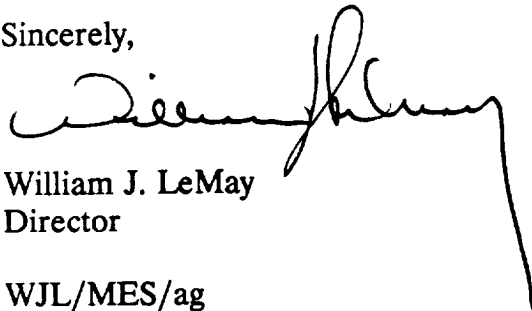
Dear Mr. Kendrick:

E - 30-24N-06W

Reference is made to your application dated November 2, 1990 for a non-standard oil well location for your Goff "30" Well No. 5-R to be located 2055 feet from the North line and 824 feet from the West line (Unit E) of Section 30, Township 24 North, Range 6 West, NMPM, Escrito-Gallup Associated Pool, Rio Arriba County, New Mexico. An existing 79.32-acre oil spacing and proration unit comprising Lots 1 and 2 (W/2 NW/4 equivalent) of said Section 30 is to be dedicated to said well. It is our understanding that the Goff "30" Well No. 5, which is presently dedicated to said unit will be plugged and abandoned.

By the authority granted me under the provisions of Rule 2(b) of the Special Rules and Regulations for the Escrito-Gallup Associated Pool and of the General Rules and Regulations for the Associated Oil and Gas Pools of Northwest New Mexico as promulgated by Division Order No. R-5353, as amended, the above-described unorthodox oil well location is hereby approved.

Sincerely,



William J. LeMay
Director

WJL/MES/ag

cc: Oil Conservation Division - Aztec
US Bureau of Land Management - Farmington
File: NSL-267



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION
AZTEC DISTRICT OFFICE

ARREY CAPRUTHERS
GOVERNOR

1000 RIO DIAZOS ROAD
AZTEC, NEW MEXICO 87410
(505) 334-0170

Date: 11-26-90

Oil Conservation Division
P.O. Box 2088
Santa Fe, NM 87504-2088

att: M. Stogner

Re: Proposed HC _____
Proposed DHC _____
Proposed NSL X _____
Proposed SWD _____
Proposed WFX _____
Proposed PMX _____

Gentlemen:

I have examined the application dated _____
for the Banner Energy Inc. COPE 30 #5R
Operator Lease & Well No.

E-30-24N-6W and my recommendations are as follows:
Unit, S-T-R

Archaeological Report

Yours truly,

Eric Bush

A. R. KENDRICK

P.O. BOX 516 • AZTEC, NEW MEXICO 87410 • (505) 334-2555

November 2, 1990

Oil Conservation Division
Box 2088
Santa Fe, New Mexico 87504-2088

Re: Application for Non-Standard Location
Bannon Energy, Inc.
Goff 30 #5R, 2055' FNL 824' FWL
E-30-T24N-R6W
Escrito Gallup Oil Pool
Rio Arriba County

Gentlemen:

We, on behalf of Bannon Energy, Inc., hereby make application for approval of the location of a well to be located 2055' FNL 824' FWL of Section 30, Township 24 North, Range 6 West, Escrito Gallup Oil Pool, Rio Arriba County, New Mexico.

The reason for this application is due to topography and to the finding of archaeological and cultural material in the standard location window area.

An attempt was made to locate the well at a standard location, but the archaeological findings caused the location to be moved to the present location.

The attached exhibits show the situation at the location and surrounding area.

Jack A. Cole is the only offset operator and he is being notified by certified mail at this mailing. The return card will be provided when it is received.

It is my belief that the information contained in this application is true and correct according to the information supplied to me.

If further information is needed, please contact me.

Yours very truly,


A. R. Kendrick

Enclosures

xc: As shown on attached list

RECEIVED
NOV 5 1990
OIL CON. DIV.
DIST. 3

APPLICATION FOR NON-STANDARD LOCATION

Bannon Energy, Inc.
Goff 30 #5R
2055' FSL 824' FWL
Sec. 30-T24N-R6W
Escrito Gallup Pool
Rio Arriba County, New Mexico

The following exhibits are enclosed :

EXHIBIT A Form C-102, Well Location and Acreage Dedication Plat: shows the location of the well with respect to the section lines, the dedicated acreage, and the proration unit.

EXHIBIT B Enlarged copy of Topographic Map: shows the location to be placed on a bench part way up a mesa. An archaeological site was found on the bench northeast of the proposed location.

EXHIBIT C Owners, Well & Windows Plat:

- Shows the ownership of offset wells.
- Shows the locations of the Goff 30 #5R and other wells within the area.
- Shows the "windows" for standard locations as provided in the pool rules.

EXHIBIT D Copy of Application for Permit to Drill.

EXHIBIT E Pool Plat

EXHIBIT F Names and Addresses of Offset Owners and Interested Parties.

Submit to Appropriate
District Office
State Lease - 4 copies
Fee Lease - 3 copies

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-102
Revised 1-1-89

OIL CONSERVATION DIVISION

P.O. Box 2088
Santa Fe, New Mexico 87504-2088

DISTRICT I
P.O. Box 1980, Hobbs, NM 88240

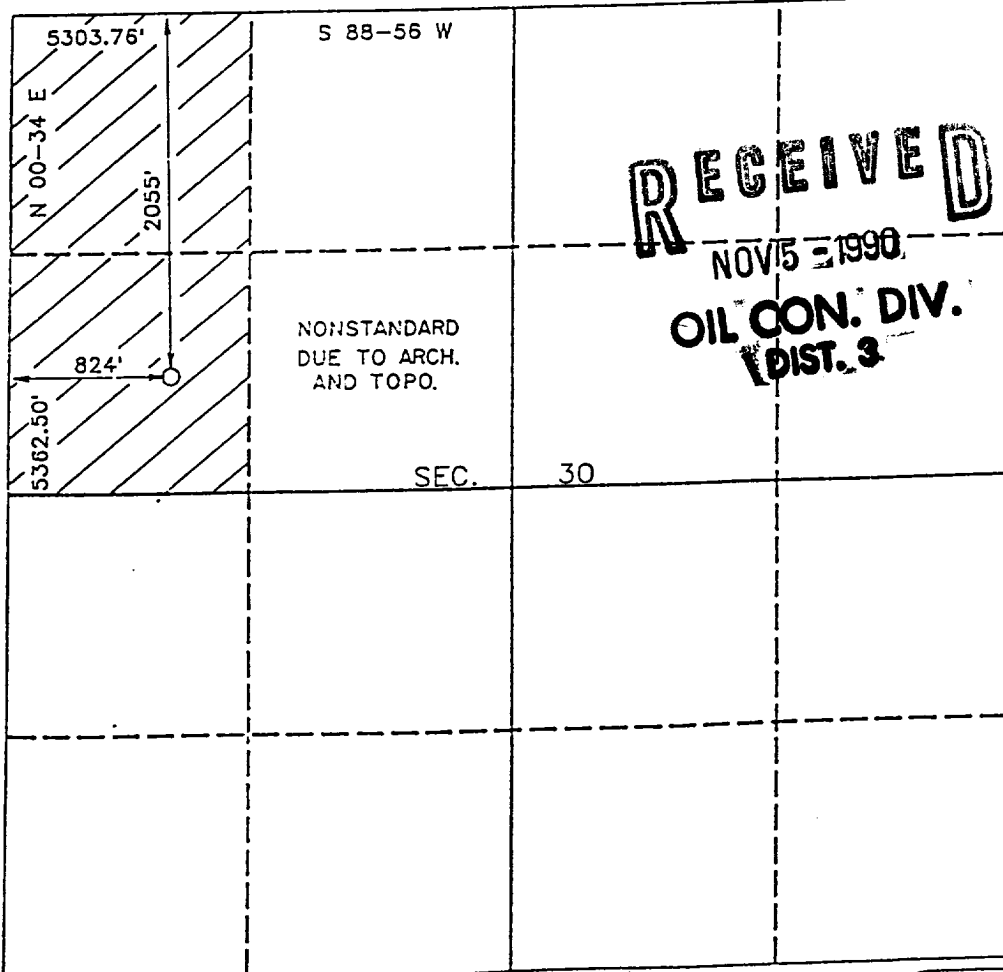
DISTRICT II
P.O. Drawer DD, Artesia, NM 88210

DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410

WELL LOCATION AND ACREAGE DEDICATION PLAT
All Distances must be from the outer boundaries of the section

Operator BANNON ENERGY, INC.			Lease GOFF 30		Well No. 5R
Unit Letter E	Section 30	Township T.24 N.	Range R.6 W.	County NMPM RIO ARRIBA COUNTY	
Actual Footage Location of Well: 2055 feet from the NORTH line and 824 feet from the WEST line					
Ground level Elev. 6883.	Producing Formation GALLUP		Pool ESCRITO/GALLUP		Dedicated Acreage: 80 Acres

- Outline the acreage dedicated to the subject well by colored pencil or hatchure marks on the plat below.
- If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
- If more than one lease of different ownership is dedicated to the well, have the interest 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 interest, has been approved by the Division.



OPERATOR CERTIFICATION

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

Signature

Printed Name

Position

Company

Date

SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys 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

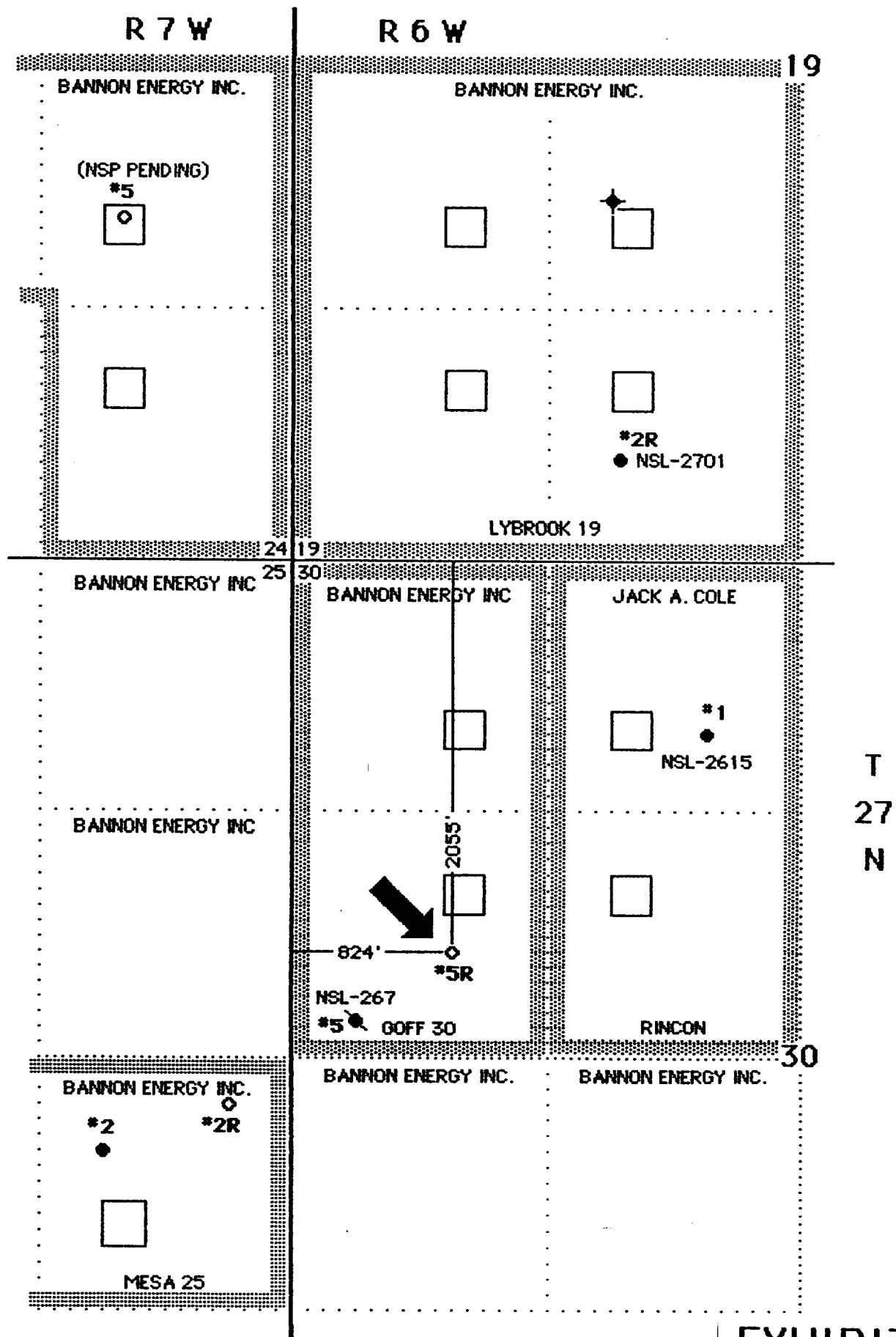
SEPTEMBER 22, 1990

Signature & Seal of
Professional Surveyor





B. HOWARD DAGGETT
Professional Surveyor
9679
Certification No. 9679
REGISTERED PROFESSIONAL LAND SURVEYOR

EXHIBIT A

WINDOWS AND OFFSET OPERATORS



T-24-N

-  ABANDON WELL
-  PRODUCING WELL
-  WELL TO BE PLUGGED
-  REPLACEMENT WELL

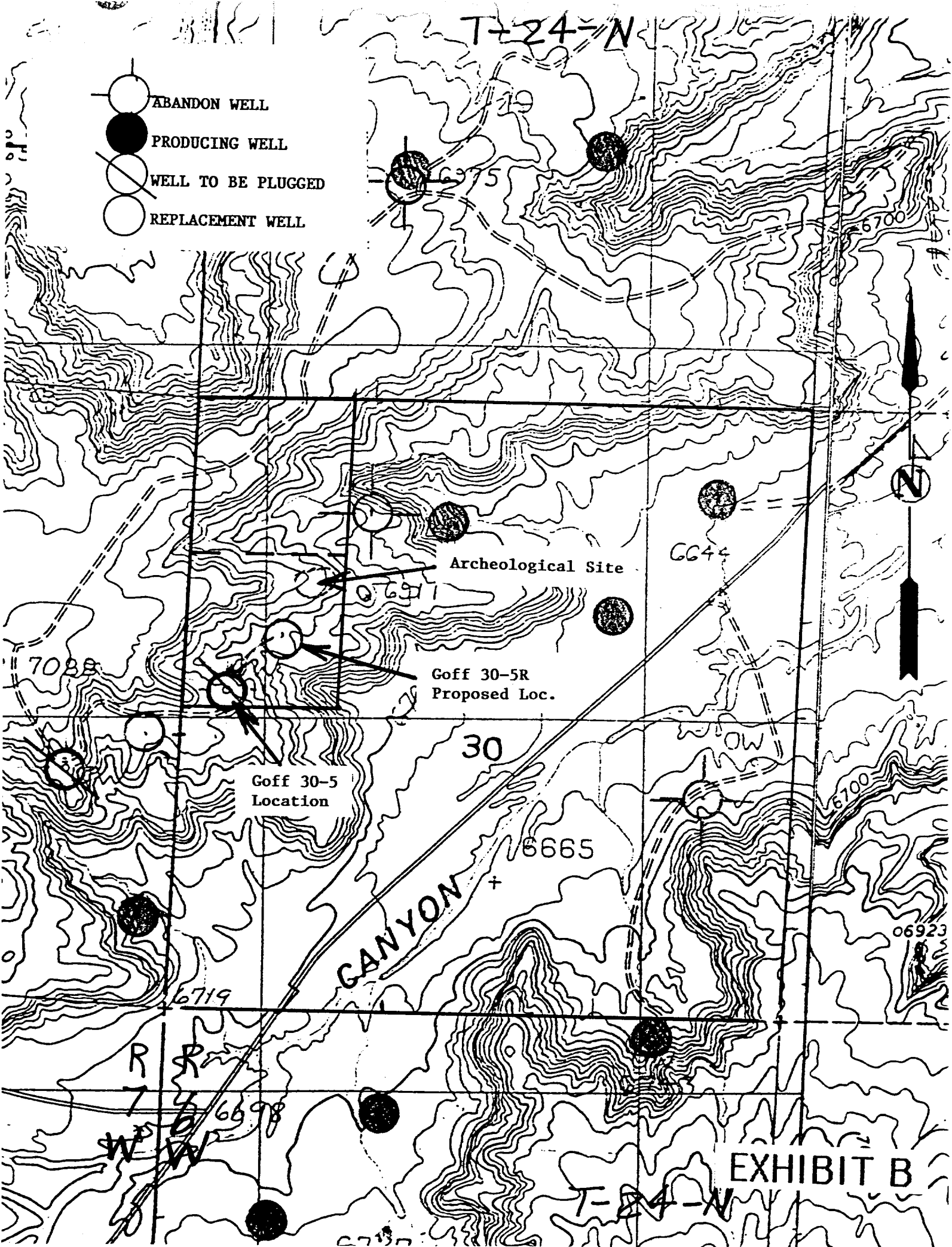


EXHIBIT B

T-24-N

DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

Expires August 31, 1985

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK

a. TYPE OF WORK DRILL <input checked="" type="checkbox"/> DEEPEN <input type="checkbox"/> PLUG BACK <input type="checkbox"/>		5. LEASE DESIGNATION AND SERIAL NO. SF078562	
b. TYPE OF WELL OIL <input type="checkbox"/> GAS <input type="checkbox"/> SINGLE ZONE <input type="checkbox"/> MULTIPLE ZONE <input type="checkbox"/> WELL <input checked="" type="checkbox"/> WELL <input type="checkbox"/> OTHER <input type="checkbox"/>		6. IF INDIAN, ALLOTTEE OR TRIBE NAME	
c. Name of Operator Bannon Energy, Inc., c/o Daggett & Chenault, Inc.		7. UNIT AGREEMENT NAME	
d. ADDRESS OF OPERATOR 3539 E. 30th, Ste. 7B, Farmington, NM 87401		8. FARM OR LEASE NAME Goff 30	
e. LOCATION OF WELL (Report location clearly and in accordance with any State Requirements.)* At surface Unit E 2055' FNL, 824 FWL, Sec. 30, T24N-R6W		9. WELL NO. 5R	
f. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE* Approximately 4 miles NE of the Escrito Trading Post		10. FIELD AND POOL, OR WILDCAT Escrito/Gallup	
g. DISTANCE FROM PROPOSED* LOCATION TO NEAREST PROPERTY OR LEASE LINE FT. (Also to nearest drlg. unit line, if any) 627'		11. SEC., T., R., M., OR BLK. SW-NW Section 30 T24N-R6W	
h. DISTANCE FROM PROPOSED* LOCATION TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT. 1,700'		12. COUNTY OR PARISH Rio Arriba	
i. ELEVATIONS (Show whether DF, RT, GR, etc.) 6883' GR		13. STATE NM	
j. PROPOSED CASING AND CEMENTING PROGRAM		14. NO. OF ACRES IN LEASE 1280	
k. PROPOSED CASING AND CEMENTING PROGRAM		15. NO. OF ACRES ASSIGNED TO THIS WELL 80	
l. PROPOSED CASING AND CEMENTING PROGRAM		16. ROTARY OR CABLE TOOLS Rotary	
m. PROPOSED CASING AND CEMENTING PROGRAM		17. APPROX. DATE WORK WILL START* 9-15-90	

SIZE OF HOLE	SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	QUANTITY OF CEMENT
12-1/4"	8-5/8"	24.0 lb. J-55	300'	Cement to Surface
7-7/8"	4-1/2"	11.6 lb. K-55	5800'	800 sx-volume to be calculated subsequent to logging and circulated to surface

Well to be drilled to penetrate the Gallup formation. All producing intervals in the Gallup will be stimulated as necessary.

EXHIBITS:

- "A" Location and Elevation Plat
- "B" Ten Point Drilling Program
- "C" Blowout Preventer Diagram
- "D" Multi-Point Requirements of APD
- "E" Site Specific Checklist for Roads
(Attachment to "E" - Topo Map)

- "F" Drill Rig Layout
- "G" Completion Program Layout
- "H" Location Profile

The gas from this lease is committed.

* ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen or plug back, give data on present productive zone and proposed productive zone. If proposal is to drill or deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths. Blowout preventer program, if any.

24.

SIGNED	TITLE	DATE
(This space for Federal or State office use)		
PERMIT NO.	APPROVAL DATE	
APPROVED BY	TITLE	DATE
CONDITIONS OF APPROVAL, IF ANY:		

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

EXHIBIT D

POOL PLAT

TOWNSHIP 24 NORTH

R 7 W | R 6 W

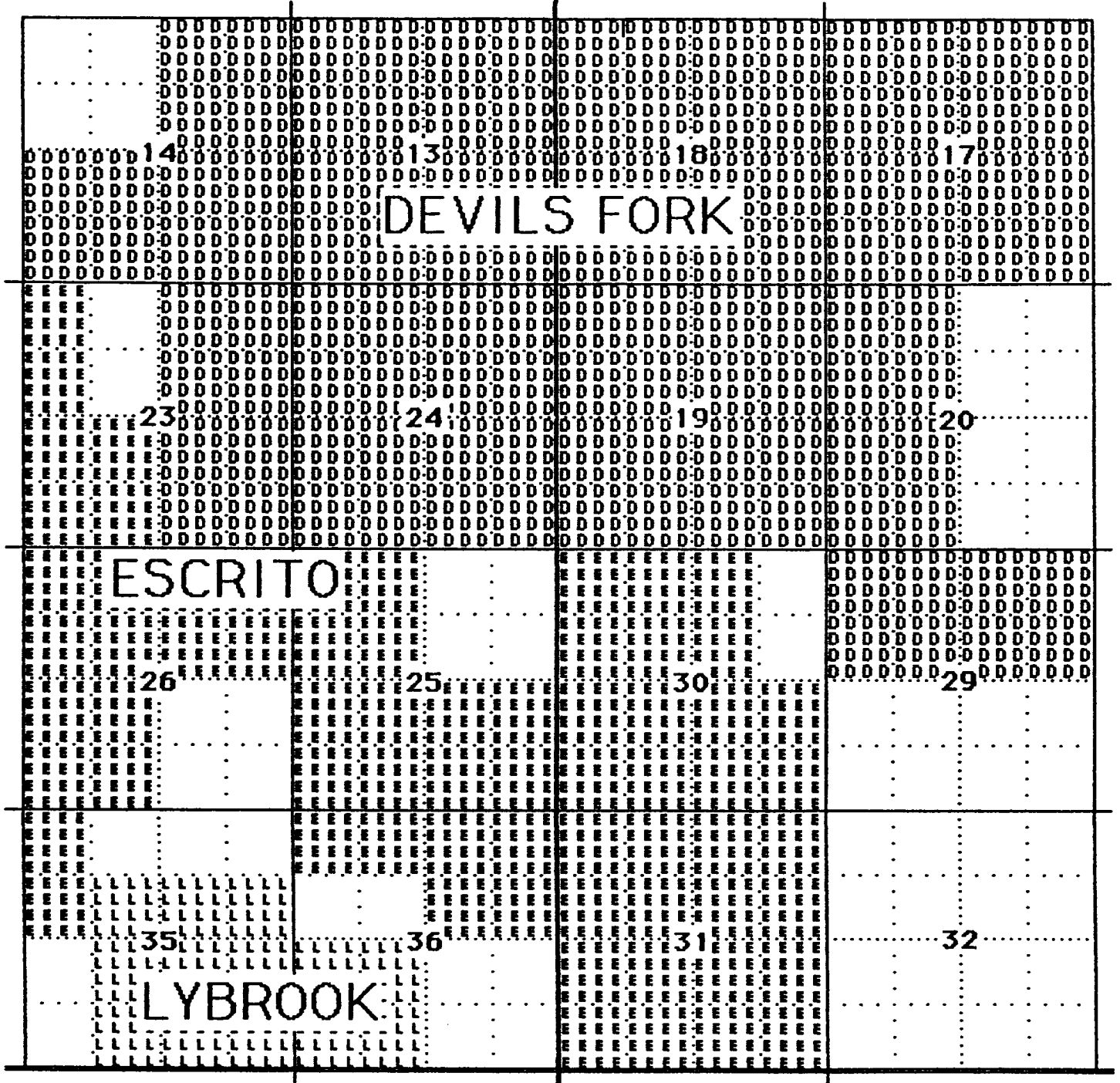


EXHIBIT E

NAMES AND ADDRESSES OF OFFSET OPERATORS AND OTHER INTERESTED PARTIES

BANNON ENERGY, INC.

**Goff 30 #5R
2055' FSL 824' FWL
Sec. 30-T24N-R6W
Escrito Gallup Associated Pool
Rio Arriba County, New Mexico**

**Jack A. Cole •
P. O. Box 191
Farmington, New Mexico 87499-0191**

**Bureau of Land Management
1235 La Plata Highway
Farmington, New Mexico 87401**

**Oil Conservation Division
1000 Rio Brazos Road
Aztec, New Mexico 87410**

• Notified by Certified Mail

EXHIBIT F