

UNITED STATES
DEPARTMENT OF THE INTERIOR

GEOLOGICAL SURVEY

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK

1a. TYPE OF WORK DRILL <input checked="" type="checkbox"/> DEEPEN <input type="checkbox"/> PLUG BACK <input type="checkbox"/>				5. LEASE DESIGNATION AND SERIAL NO. SF 078476	
b. TYPE OF WELL OIL WELL <input type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> OTHER <input type="checkbox"/> SINGLE ZONE <input checked="" type="checkbox"/> MULTIPLE ZONE <input type="checkbox"/>				6. IF INDIAN, ALLOTTEE OR TRIBE NAME	
2. NAME OF OPERATOR AAA Operating Company, Inc.				7. UNIT AGREEMENT NAME	
3. ADDRESS OF OPERATOR Suite 3545 First International Bldg. Dallas, Texas 75270				8. FARM OR LEASE NAME Federal R	
4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.)* At surface At proposed prod. zone 790' from South line 860' from East line				9. WELL NO. 1-A	
14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE* 15 Miles South				10. FIELD AND POOL, OR WILDCAT Blanco Mesaverde	
15. DISTANCE FROM PROPOSED* LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. (Also to nearest drlg. unit line, if any)		16. NO. OF ACRES IN LEASE		17. NO. OF ACRES ASSIGNED TO THIS WELL	
18. DISTANCE FROM PROPOSED LOCATION* TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT.		19. PROPOSED DEPTH 4810		20. ROTARY OR CABLE TOOLS Rotary	
21. ELEVATIONS (Show whether DF, RT, GR, etc.) BUREAU OF LAND MANAGEMENT DRILLING OPERATIONS AUTHORIZED ARE SUBJECT TO COMPLIANCE WITH ATTACHED CASING AND CEMENTING PROGRAM "GENERAL REQUIREMENTS"				22. APPROX. DATE WORK WILL START* Immediately	
SIZE OF HOLE		SIZE OF CASING		QUANTITY OF CEMENT	
9 7/8		8 5/8		100 sx.	
7 7/8		4 1/2		930 sx.	
		WEIGHT PER FOOT 23#			
		SETTING DEPTH 180'			
		4810'			

Selectively perforate & sand-water frac the Mesaverde Formation.

A 3000 psi WP & 6000 psi test double gate preventer equipped with blind & pipe rams will be used for blow out prevention on this well.

This gas is dedicated.

E/2 Section 15 is dedicated to this well.

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

24.

SIGNED Revvy TITLE President

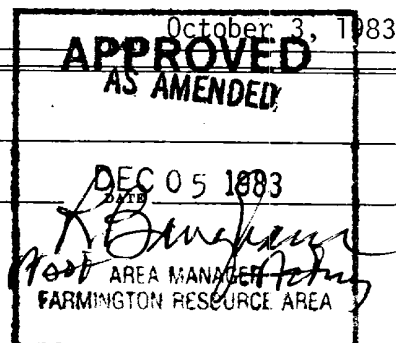
(This space for Federal or State office use)

PERMIT NO. _____ APPROVAL DATE _____

APPROVED BY _____ TITLE _____
CONDITIONS OF APPROVAL, IF ANY:

*See Instructions On Reverse Side

NMOCC



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

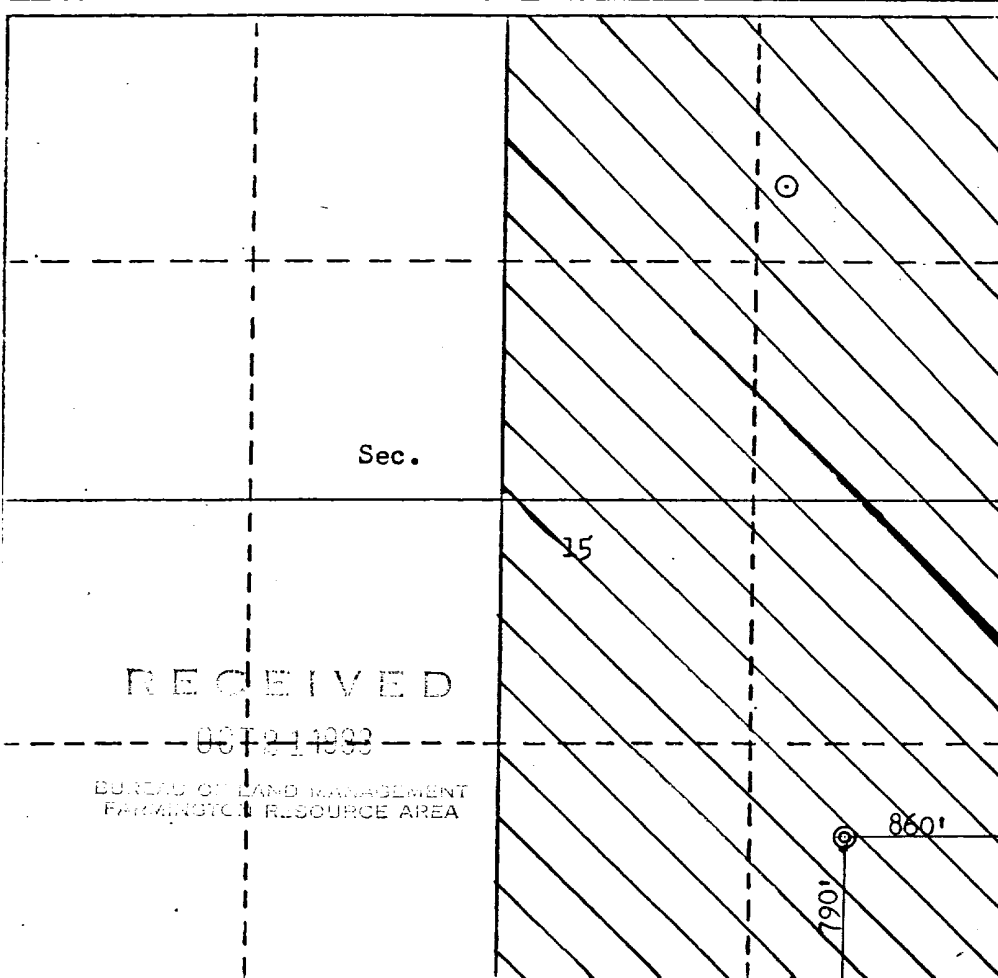
Operator AAA OPERATING COMPANY, INC.			Lease FEDERAL "R"		Well No. 1A
Unit Letter P	Section 15	Township 27N	Range 8W	County San Juan	
Actual Footage Location of Well:					
790 feet from the South line and		860 feet from the East line			
Ground Level Elev. 5911	Producing Formation Mesa Verde	Pool	Dedicated Acreage: 320 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.



RECEIVED

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BUREAU OF LAND MANAGEMENT
FARMINGTON RESOURCE AREA

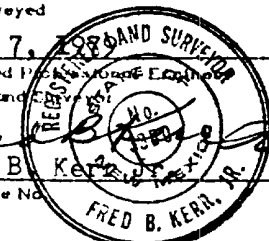
CERTIFICATION

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

Name R. C. WYNN
Position PRESIDENT
Company AAA OPERATING CO., INC.
Date October 3, 1983

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 June 7, 1983
Registered Professional Engineer and/or Land Surveyor
Fred B. Kern, Jr.
Certificate No. 3950



1
27N

R
CH

Fed R/A
Fed R-2

R. C. WYNN
Suite 3545 First International Building
Dallas, Texas 75270

EXISTING ROADS
O PROPOSED LOCAT