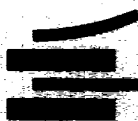


LTR



Job separation sheet

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY

30-039-22078

5. LEASE DESIGNATION AND SERIAL NO.

SF 079727

6. IF INDIAN, ALLOTTEE OR TRIBE NAME

7. UNIT AGREEMENT NAME

8. FARM OR LEASE NAME

Valdez

9. WELL NO.

1

10. FIELD AND POOL, OR WILDCAT

Choza Mesa PC Ext.

11. SEC., T., R., M., OR BLK.
AND SURVEY OR AREASec. 9, T-28-N, R-4-W
NMPM

12. COUNTY OR PARISH

13. STATE

Rio Arriba

NM

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK

1a. TYPE OF WORK

DRILL ☒DEEPEN ☐PLUG BACK ☐

b. TYPE OF WELL

OIL
WELL ☐GAS
WELL ☒

OTHER

SINGLE
ZONE ☒MULTIPLE
ZONE ☐

2. NAME OF OPERATOR

El Paso Natural Gas Company

3. ADDRESS OF OPERATOR

PO Box 289, Farmington, NM 87401

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.)*

At surface 860'S, 1590'E

At proposed prod. zone

same

14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE*

8 miles southeast of Gobernador Camp, NM

15. DISTANCE FROM PROPOSED*

LOCATION TO NEAREST
PROPERTY OR LEASE LINE, FT.
(Also to nearest drlg. unit line, if any)

860'

16. NO. OF ACRES IN LEASE

689.76

17. NO. OF ACRES ASSIGNED
TO THIS WELL

229.76

18. DISTANCE FROM PROPOSED LOCATION*
TO NEAREST WELL, DRILLING, COMPLETED,
OR APPLIED FOR, ON THIS LEASE, FT.

3/4 mi.

19. PROPOSED DEPTH

4605'

20. ROTARY OR CABLE TOOLS

Rotary

21. ELEVATIONS (Show whether DF, RT, GR, etc.)

7465' GL

22. APPROX. DATE WORK WILL START*

23.

PROPOSED CASING AND CEMENTING PROGRAM

SIZE OF HOLE	SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	QUANTITY OF CEMENT
12 1/4"	8 5/8"	24.0#	120'	106 cu.ft.circ.to surface
6 3/4"	2 7/8"	6.4#	4605'	226 cu.ft.to cover Ojo Alamo

Selectively perforate and sandwater fracture the Pictured Cliffs formation.

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

This gas is dedicated.

The S/2 of Section 9 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

N. G. Busco

TITLE

Drilling Clerk

DATE

5-29-79

(This space for Federal or State office use)

PERMIT NO.

APPROVAL DATE

APPROVED BY

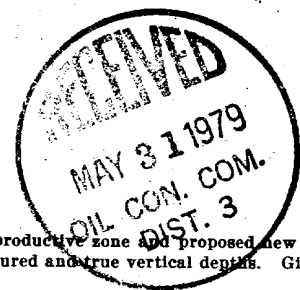
TITLE

DATE

CONDITIONS OF APPROVAL, IF ANY:

*ok Busco**Noted 6-10-79 L.F. WVV*

*See Instructions On Reverse Side

U. S. GEOLOGICAL SURVEY
FARMINGTON, N.M.

NEW MEXICO OIL CONSERVATION COMMISSION
WELL LOCATION AND ACREAGE DEDICATION PLAT

Form C-102
Supersedes C-128
Effective 1-1-65

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

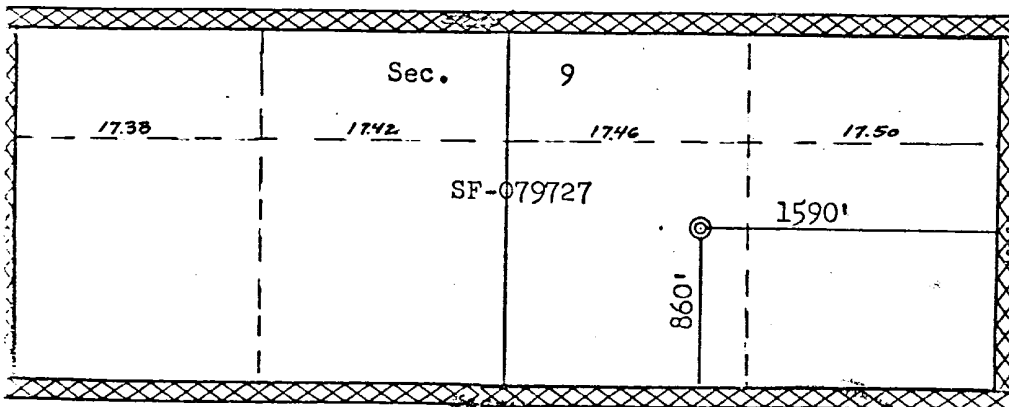
Operator EL PASO NATURAL GAS COMPANY			Lease VALDEZ (SF-079727)		Well No. 1
Unit Letter 0	Section 9	Township 28N	Range 1W	County Rio Arriba	
Actual Footage Location of Well: 860 feet from the South line and 1590 feet from the East line					
Ground Level Elev: 7465	Producing Formation Pictured Cliffs		Pool Choza Mesa Pictured Cliffs Ext.	Dedicated Acreage: 229.76 Acres	

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?

☐ 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 Commission.



Scale: 1"=1000'



CERTIFICATION

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

D. G. Buice

Name
Drilling Clerk
Position
El Paso Natural Gas Co.
Company
May 29, 1979
Date

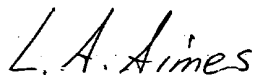
I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief.

Date Surveyed
April 19, 1979
Registered Professional Engineer and Land Surveyor
Fred E. Ker
Certificate No. 1000

Multi-Point Surface Use Plan
Valdez #1

1. Existing Road - Please refer to Map No. 1 which shows the existing roads. New roads which will be required have been marked on this map. All existing and new roads will be properly maintained during the duration of this project.
2. Planned Access Roads - Please refer to Map No. 1. The grade of the access roads will be consistent with that of the local terrain. The road surface will not exceed twenty feet (20') in width. Upon completion of the project, the access road will be adequately drained to control soil erosion. Drainage facilities may include ditches, water bars, culverts or any other measure deemed necessary by trained Company personnel to insure proper drainage. Gates and/or cattleguards will be installed if necessary.
3. Location of Existing Wells - Please refer to Map No. 2.
4. Location of Tank Batteries, Production Facilities, and Production Gathering and Service Lines - Please refer to Maps No. 1 and No. 2. Map No. 2 shows the existing gas gathering lines. Map No. 1 shows the existing roads and new proposed access roads. All known production facilities are shown on these two maps.
5. Location and Type of Water Supply - Water for the proposed project will be obtained from 29-6 Water Well #1.
6. Source of Construction Materials - No additional materials will be required to build either the access road or the proposed location.
7. Methods of Handling Waste Materials - All garbage and trash materials will be put into a burn pit shown on the attached Location Plat No. 1. When clean-up operations are begun on the proposed project, the burn pit with its refuse will be buried to a depth of at least three feet (3'). A latrine, the location of which is also shown on Plat No. 1,

7. cont'd. will be provided for human waste. If large amounts of liquids are left in the reserve pit after completion of the project, the pit will be fenced until the liquids have had adequate time to dry. The location clean-up will not take place until such time as the reserve pit can be properly covered over to prevent run-off from carrying any of these materials into the watershed. No earthen pit will be located on natural drainages; all earthen pits will be so constructed as to prevent leakage from occurring.
8. Ancillary Facilities - No camps or airstrips will be associated with this project.
9. Wellsite Layout - Please refer to the attached Plat No. 1.
10. Plans for Restoration of the Surface - After completion of the proposed project, the location will be cleaned and leveled. The location will be left in such a condition that will enable reseeding operations to be carried out. Seed mixture as designated by the responsible government agency will be used. The reseeding operation will be performed during the time period set forth by the regulatory body. The location production equipment will be painted as designated by the responsible government agency.
11. Other Information - The terrain is ridges of hills with oak, pine, and bitterbrush growing. Deer, cattle and horses are occasionally seen on the proposed project site
12. Operator's Representative - W.D. Dawson, PO Box 990, Farmington, NM
13. Certification - 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 performed by El Paso Natural Gas Company and its contractors and sub-contractors in conformity with this plan and the terms and conditions under which it is approved.



L. A. Aimes
Project Drilling Engineer

May 29, 1979

Operations Plan - Valdez #1

I. Location: 860'S, 1540'E, Section 9, T-28-N, R-4-W, Rio Arriba County, NM

Field: Choza Mesa Pictured Cliffs Ext. Elevation: 7475'GL

II. Geology:

A. Surface Formation: San Jose

Sub-surface Formation Tops:

Ojo Alamo	3865'	Pictured Cliffs	4355'
Kirtland	4020'	Lewis	4565'
Fruitland	4170'	Total Depth	4605'

B. Logging Program: Induction Electric and Gamma Ray Density at TD.

C. Coring: none

D. Testing: none

III. Drilling:

A. Anticipated Starting Date and Duration of the Project:

1979 Drilling Program - approximately 4 days to complete.

B. Circulating Medium: Treated water and a low solids gel base mud will be used from surface to TD.

IV. Materials:

A. Casing Program:	<u>Hole Size</u>	<u>Depth</u>	<u>Csg.Size</u>	<u>Wt.&Grade</u>
	12 1/4"	120'	8 5/8"	24.0# J-55
	6 3/4"	4605'	2 7/8"	6.4# J-55

B. Float Equipment: 8 5/8" surface casing - cement guide shoe.

2 7/8" production casing - 10' shoe joint with notched collar for guide shoe and 2 7/8" latch down baffle on top. Two 3 1/16" balls and one 2 7/8" latch down plug.

C. Tubing: none

D. Wellhead Equipment: Larkin wellhead (fig. 75)

V. Cementing:

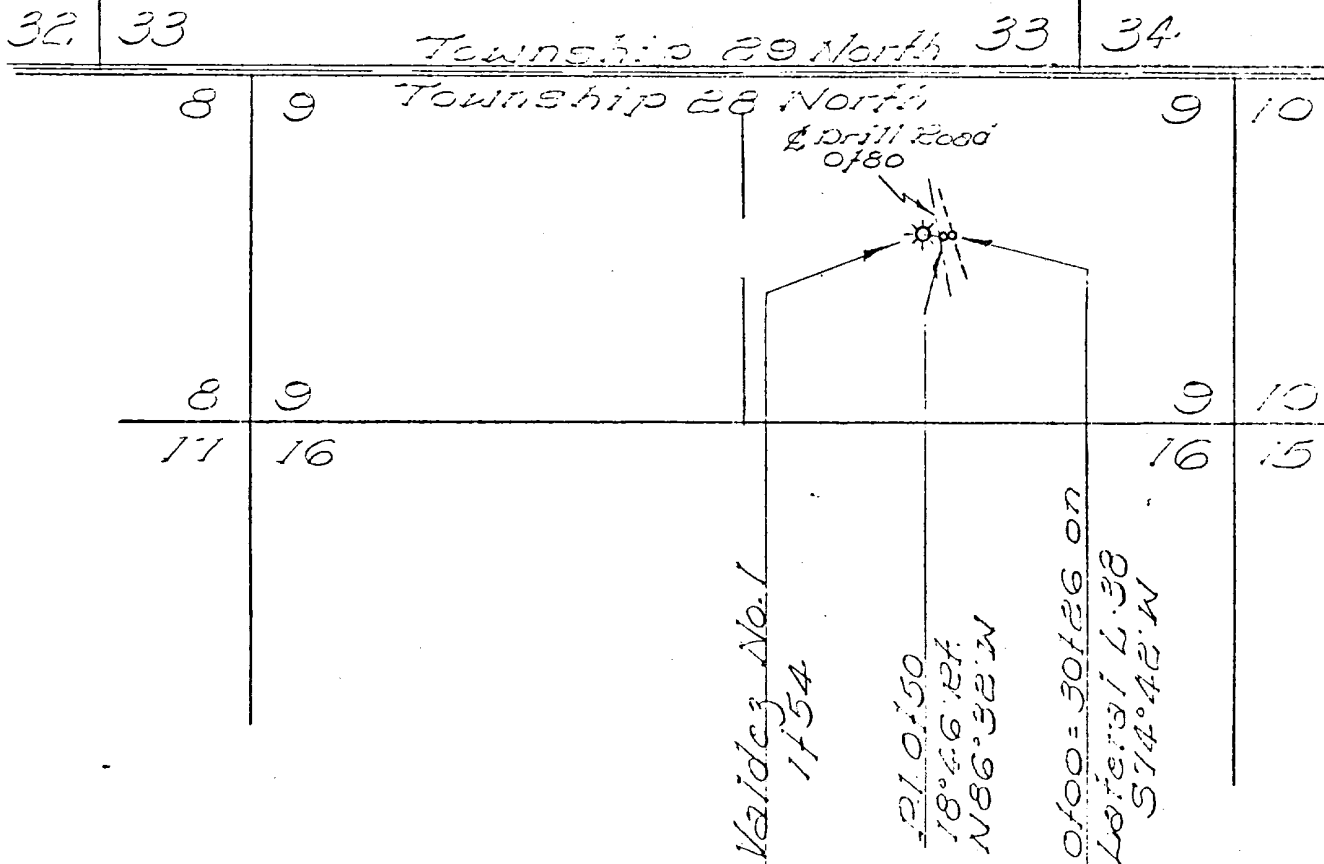
8 5/8" surface casing - 90 sks. of Class "B" cement with 1/4# gel-flake per sack and 3% calcium chloride (106 cu.ft. of slurry, 100% excess to circulate to surface). WOC 12 hrs. Test casing wellhead and BOP to 600#/30 minutes.

2 7/8" production - 88 sks. 65/35 Class "B" Poz with 6% gel, 2% CaCl₂, and 8.3 gallons water per sack followed by 70 sks. Class "B" neat cement (226 cu.ft. slurry, 50% excess to cover Ojo Alamo). Run temperature survey after 12 hrs.

WATER GATHERING SYSTEM

Line E.P.N.G. - Valdez No. 1
 From 0+00 = 30+26 on Lateral L-38
(381.731.0-1)
 County Rio Arriba State N.Mex. Section 9 Township 28-N Range 4-N

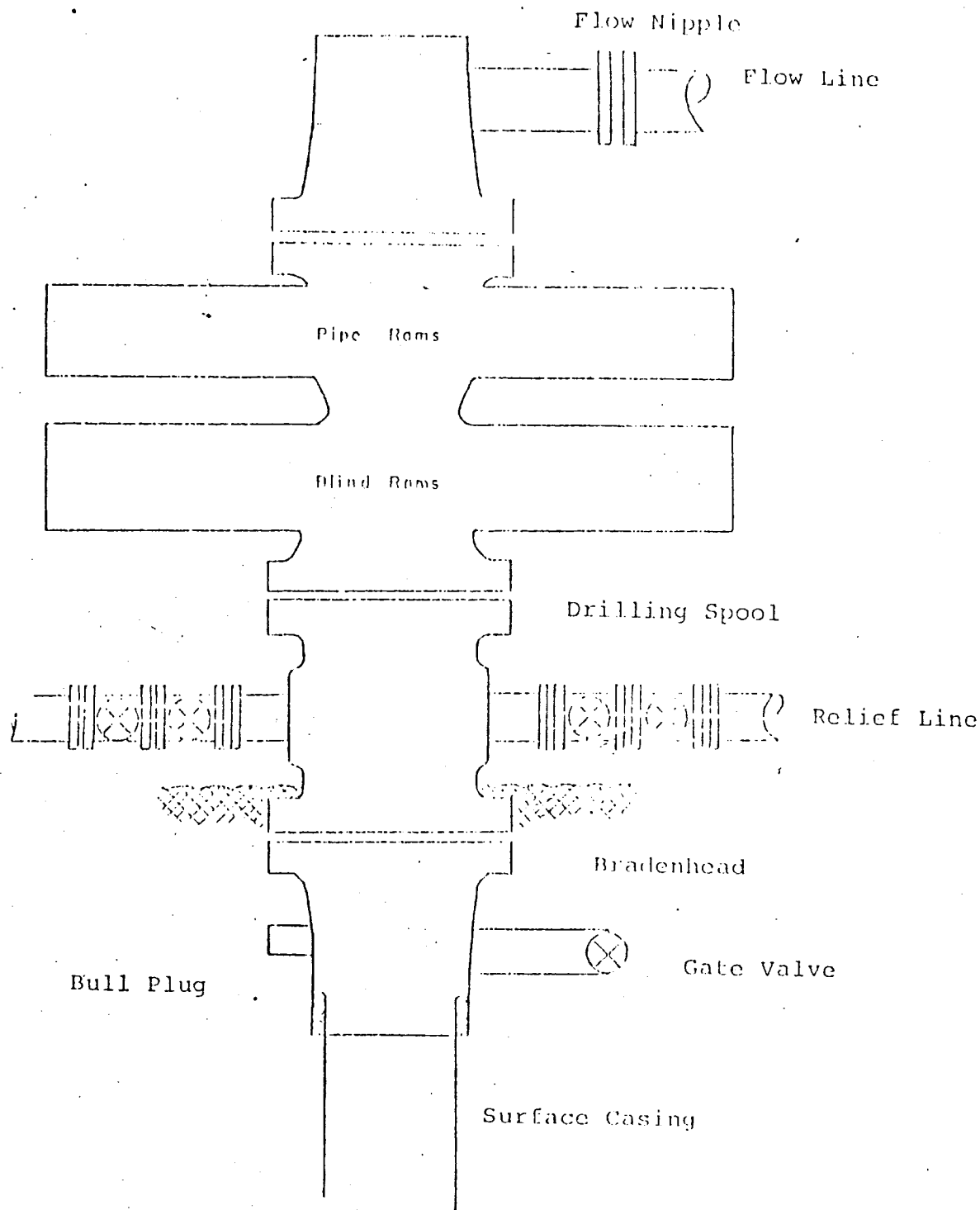
Dwg. No. _____
 WO No. _____
 RW No. _____
 Date 5-1-79
 Scale 1" = 100'
 Surveyed 4-30-79



Dwn. By _____ Constr. Commenced _____ Appl. Dwg. _____ Slack Chain _____
 Ckd. By _____ Constr. Completed _____ Date _____ Pipe Size _____

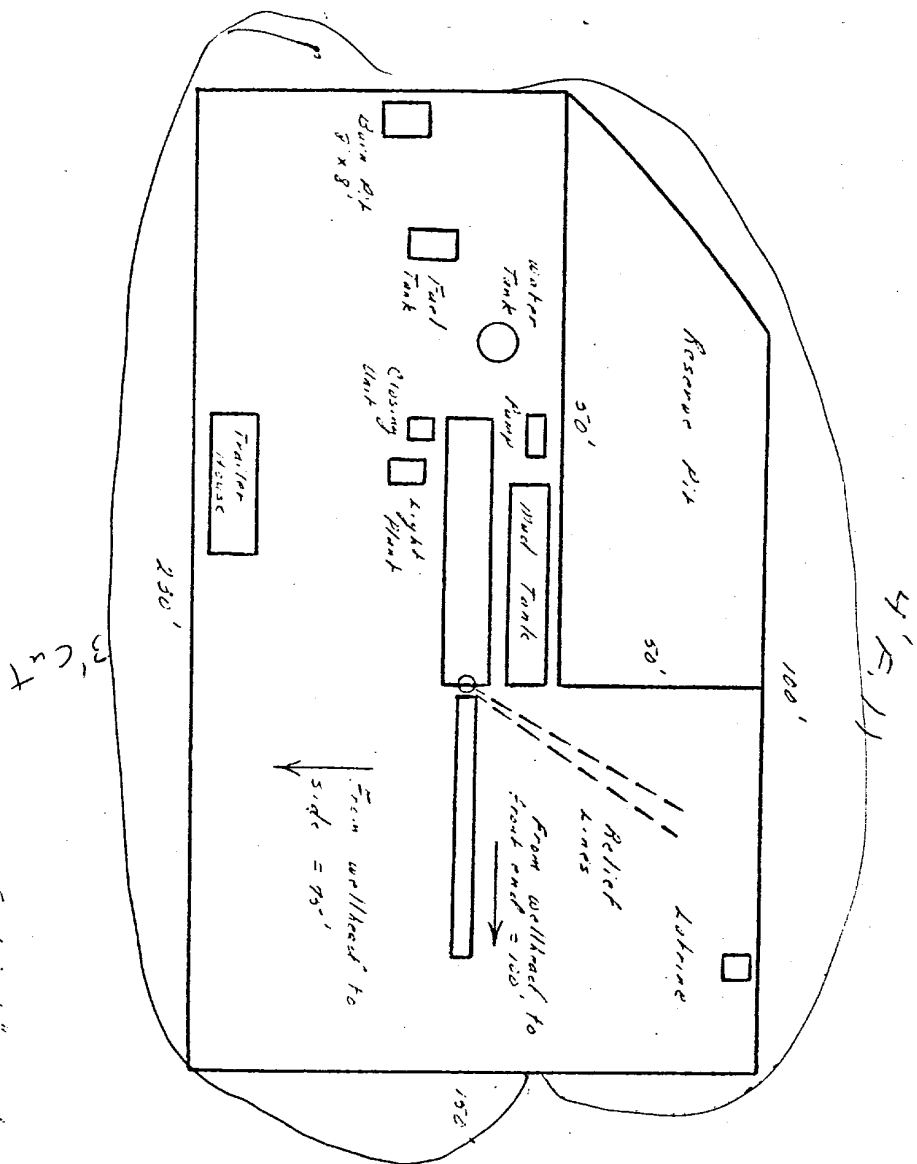
PRINT RECORD		PIPE DATA		METER STA. NO	
<div>Flag Only</div>					
SUPERVISION		OWNER		LESSEE	

Typical Mud Drilled B.O.P. Installation
for Pictured Cliffs Well



8" Series 900 Double Gate BOP, rated
at 3000 psi Working Pressure

El Paso Natural Gas Company
 Typical Location Plot for Pictured Child's Well



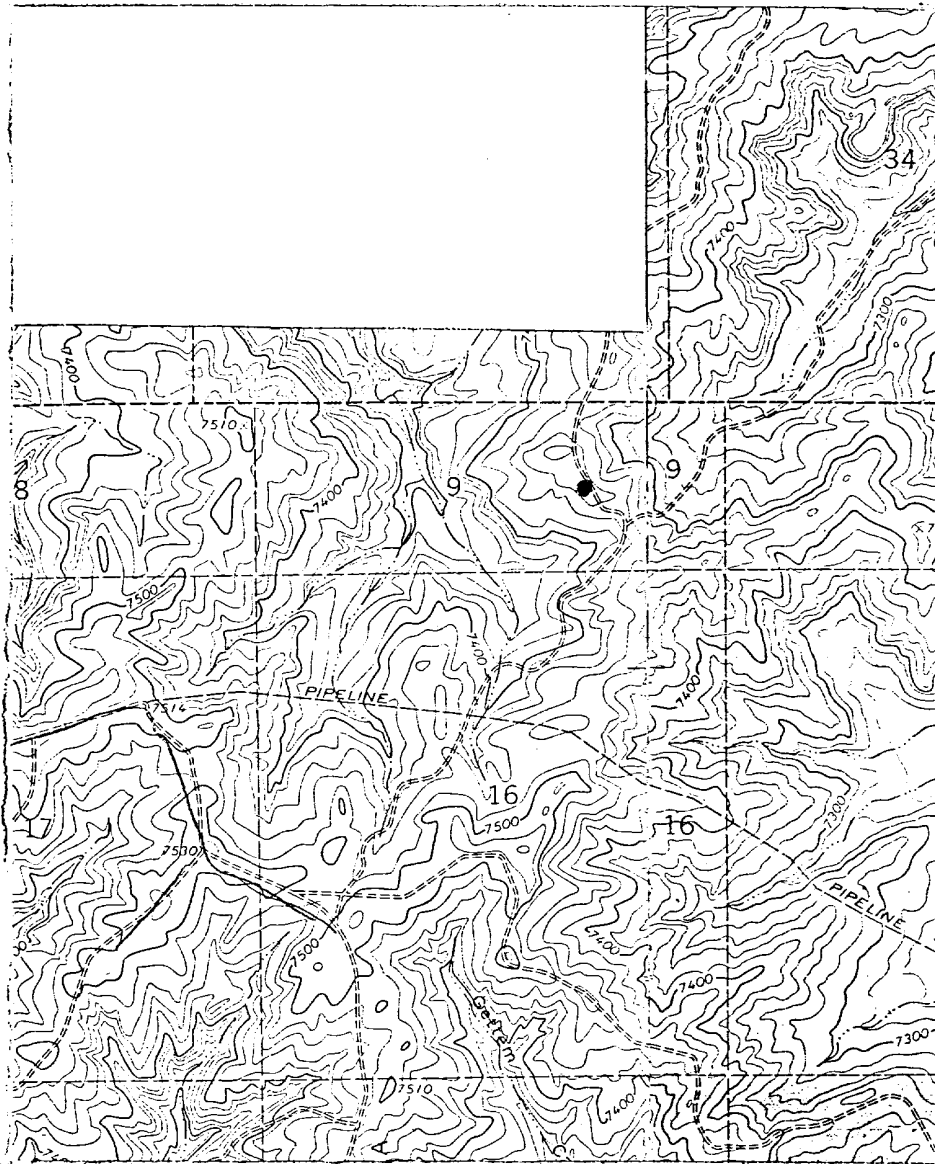
Scale: 1/2" = 20'



EL PASO NATURAL GAS COMPANY
Valdez #1
SE 9-28-4

R-4-W

T
28
N

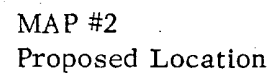


MAP #1

LEGEND OF RIGHT-OF-WAYS

EXISTING ROADS	— — — — —
EXISTING PIPELINES	+ + + + +
EXISTING ROAD & PIPELINE	+ + + + +
PROPOSED ROADS	— — — — —
PROPOSED PIPELINES	+ + + + +
PROPOSED ROAD & PIPELINE	+ + + + +

R-4-W



Proposed Location