SUBMIT IN TRIPLICATE*

Form approved. Budget Bureau No. 42-R1425.

(Other instructions on reverse side) **UNITED STATES**

DEPARTMENT OF THE INTERIOR **GEOLOGICAL SURVEY**

30-039-22080
5. Lease designation and serial no.

SF 079729

APPLICAT	ION FOR PERM	IT TO DRILL, DEEP	PEN, OR PLUG I	BACK	6. IF INDIAN, ALLOTTEE OR TRIBE NAME
1a. TYPE OF WORK	DRILL I	DEEPEN [PLUG BA	CK []	7. UNIT AGREEMENT NAME
b. TYPE OF WELL	C19 -	_	NIV		
2. NAME OF OPERATO	WELL LA OTHE		SINGLE X MULTI	PLE	8. FARM OR LEASE NAME
El Paso	Natural Gas (Company			Valdez 9. WELL NO.
3. ADDRESS OF OPERA	TOR				3
	89, Farmingto	on, NM 87401 and in accordance with any			10. FIELD AND POOL, OR WILDCAT
At surface		, 1130'E	State requirements.*)		Choza Mesa PC Ext.
At proposed prod		,			11. SEC., T., E., M., OR BLK. Sec. 10, T-28-N, R-4-W NMPM
14. DISTANCE IN MI	LES AND DIRECTION FROM	NEAREST TOWN OR POST OFFI	CE+		12. COUNTY OR PARISH 13. STATE
		Gobernador Can			Rio Arriba NM
	AREST ASE LINE, FT. : drlg. unit line, if any)	1130'	0. OF ACRES IN LEASE 2560.0	17. NO. 0	of acres assigned his well 160.00
OR APPLIED FOR, OR	L, DRILLING, COMPLETED, N THIS LEASE, FT.	1/2 mj.	ROPOSED DEPTH 4540	20. BOTAL Rotar	RY OR CABLE TOOLS
7389 GL	whether DF, RT, GR, etc			•	22. APPROX. DATE WORK WILL START*
23.		PROPOSED CASING AN	D CEMENTING PROGRA	AM	
SIZE OF HOLE	SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	T	QUANTITY OF CEMENT
12 1/4"	8 5/8"	24.0#	120'	106 c	cu.ft.circ. to surface
6 3/4"	2 7/8"	6.4#	4540'	223 c	u.ft.to cover Ojo Alam
A 3000 ps	si WP and 600	0 psi test dou ill be used fo	ble gate pre	vente r	equipped with ion on this well.
IN ABOVE SPACE DESCI	RIBE PROPOSED PROGRAM: to drill or deepen directi	6 is dedicated If proposal is to deepen or ponally, give pertinent data of	ilug hack give dete en ne	esent produ	MAY 3 1 979 CON. CON. CON. Conversion of proposed lew productive and true vertical depths. Give blowout
BIGNED 1	y. Busin		Drilling	Clerk	DATE 5-29-79
(This space for F	ederal or State office use)				
PERMIT NO.			4BBB0W4V = :==		
		J	APPROVAL DATE		THE SHEET WE HE
APPROVED BYCONDITIONS OF APP	DOVAT ID ANY	TITLE		· · · · · · · · · · · · · · · · · · ·	DATE
it Ench	MOTAL, IF ANI:				12 1973
ik shun		*See Instructions	On Reverse Side		U. B. GERELOGICAL SULVEY DESIRATED, OFICE.

OIL CONSERVATION DIVISION

STATE OF NEW MEXICO

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P. O. BOX 2088 Form C-102 Y AND MINERALS DEPARTMENT SANTA FE. NEW MEXICO 87501 key1sed 10-1-78 All distances must be from the cuter boundaries of the Section. Operator Lease Well No. EL PASO NATURAL GAS COMPANY (SF-079729) VALDEZ 3 Unit Letter Section Range 16 28_N ħΜ Rio Arriba Actual Footage Location of Well: 1580 South 1130 feet from the East line and feet from the line Ground Level Elev. Producing Formation Dedicated Acreage: 7389 Pictured Cliffs Choza Mesa Pictured Cliffs Ext. 160.00 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? Mes 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. CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief. Prindling Clerk El Paso Natural Gas Co. Company 29, Sec. 16 I hereby certify that the well-location shown on this plat was plotted from field SF-079729 notes of actual surveys made by me or under my supervision, and that the same 11301 is true and correct to the best of my knowledge and belief. Date Surveyed Aprix Register A Reciessional





Multi-Point Surface Use Plan Valdez #3

- 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 adecuate 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 Lavout -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.
- Other Information The terrain is rolling hills with pinon, oakbrush, 11. and ponderosa growing. Deer, elk and cattle are ocassionally 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.

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Project Drilling Engineer

Operations Plan - Valdez #3

I. Location: 1580'S, 1130'E, Section 16, T-28-N, R-4-W, Rio Arriba County, NM

Field: Choza Mesa Pictured Cliffs Ext. Elevation: 7399'GL

II. Geology:

A. Surface Formation: San Jose

Sub-surface Formation Tops:

Ojo Alamo 3810' Pictured Cliffs 4290'
Kirtland 3955' Lewis 4510'
Fruitland 4105' Total Depth 4540'

- B. Logging Program: Induction Electric and Gamma Ray Density at CD.
- 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:	Hole Size	Depth	Csg.Size	Wt.&Grade
	12 1/4"	120 '	8 5/8 "	24.0# J-55
	6 3/4"	4540'	2 7/8"	6.4# J-55

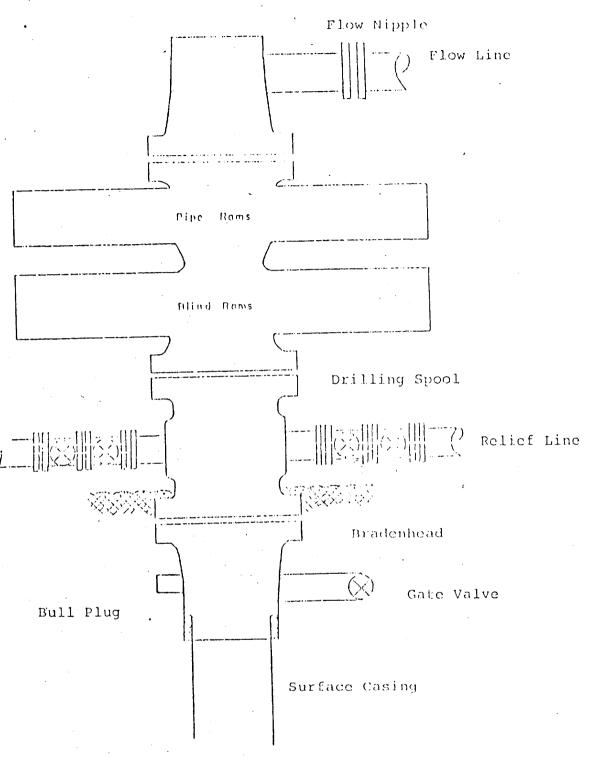
- B. Float Equipment: 8 5/8" surface casing cement guide shoe.
 - 2 7/8" production casing 10' shoe joint with notched collar for guide shoe and 2 7/8" latch down baffle on top. Two 3 1/16" balls and one 2 7/8" latch down plug.
- C. Tubing: none
- D. Wellhead Equipment: Larkin wellhead (fig. 75)

V. Cementing:

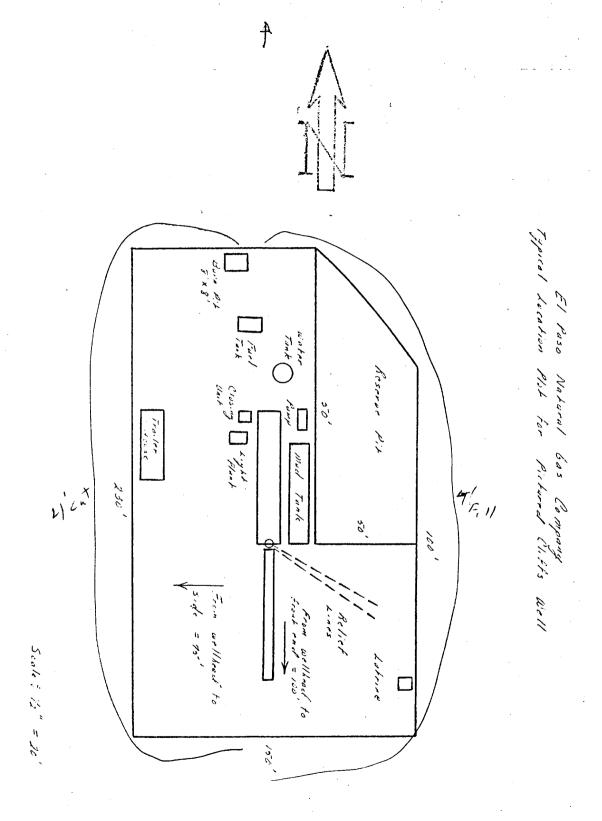
8 5/8" surface casing - 90 sks. of Class "B" cement with 1/4# gel-flake per sack and 3% calcium chloride (106 cu.ft. of slurry, 100% excess to circulate to surface). WOC 12 hrs. Test casing wellhead and BOP to 600#/30 minutes.

2 7/8" production - 87 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 (223 cu.ft. slurry, 50% excess to cover Ojo Alamo). Run temperature survey after 12 hrs.

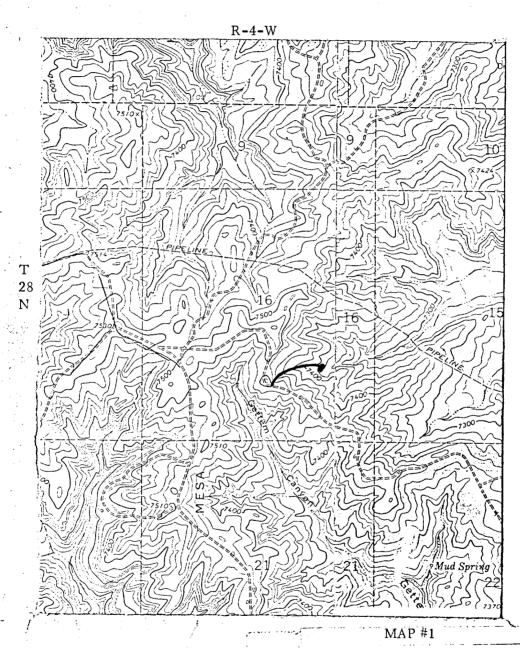
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8" Series 900 Double Gate BOP, rated at 3000 psi Working Pressure



EL PASO NATURAL GAS COMPANY Valdez #3 SE 16-28-4



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LEGEND OF RIGHT-OF-WAYS

EXISTING ROADS

EXISTING PIPELINES + + +

EXISTING ROAD & PIPELINE + + +

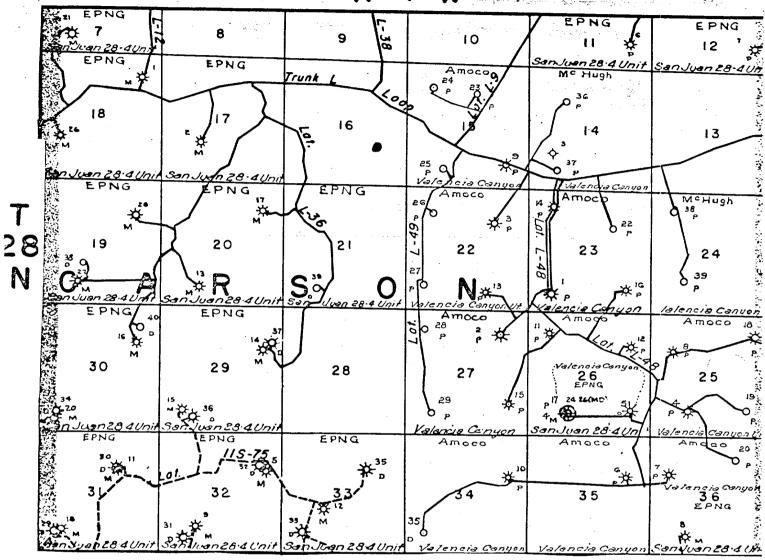
PROPOSED ROADS

PROPOSED PIPELINES + + +

PROPOSED ROAD & PIPELINE + + +

EL PASO NATURAL GAS COMPANY Valdez #3 SE 16-28-4

R-4-W



MAP #2 Proposed Location

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