SUBMIT IN TRIPLICATE*

(Other instructions on reverse side)

Form approved. Budget Bureau No. 42-R1425.

UNITED STATES DEPARTMENT OF THE INTERIOR

30-045-2475-7

| DEFACTMENT OF THE INTERIOR | | | | | 5. LEASE DESIGNATION AND SERIAL NO. | |
|---|---|--|-----------------------------------|--|---|--|
| | GEOLO | GICAL SURVEY | | | SF 079634 A | |
| APPLICATIO | N FOR PERMIT | TO DRILL, DEE | PEN, OR PLUG E | BACK | 6. IF INDIAN, ALLOTTEE OR TRIBE NAME | |
| 1a. TYPE OF WORK | | DEEPEN [| PLUG BA | CK 🗀 | 7. UNIT AGREEMENT NAME | |
| b. TYPE OF WELL | , CC & | | | | - | |
| OIL G | VELL X OTHER | | ZONE X MULTIP | LE . | S. FARM OR LEASE NAME | |
| 2. NAME OF OPERATOR | | 春 | | | McClanahan "A" | |
| | GY CORPORATION | | | | 9. WELL NO. | |
| 3. ADDRESS OF OPERATOR | | | | | 3 10. FIELD AND POOL, OR WILDCAT | |
| P.O. BOX 808 | 8, Farmington, legort location clearly and | New Mexico | /401 State requirements.*) | | | |
| At surface | ft./South line | 1 | 176 | | Wildcat Chacra 11. SEC., T., R., M., OR BLK. | |
| At proposed prod. zon | | and 1120 104, m | | _ | Sec. 23, T-28N, R-10W | |
| | as above | / | DEDTO | | N.M.P.M. | |
| 4. DISTANCE IN MILES | AND DIRECTION FROM NEA | BEST TOWN OR POST OFF | 16E* 1900 | - | 12. COUNTY OR PARISH 13. STATE | |
| 9 miles sout | theast of Bloom | | | | San Juan New Mexic | |
| 5. DISTANCE FROM PROP- LOCATION TO NEARES | r | 990 ft. 16. | NO OF ACRES IN LEASE | | OF ACRES ASSIGNED HIS WELL | |
| PROPERTY OR LEASE ! (Also to nearest dr) | LINE, FT. g. unit line, if any) | 990 ft. | 160.00 | 1 | SW ¼ 160.00 | |
| 8. DISTANCE FROM PROP TO NEAREST WELL, D | RILLING, COMPLETED, | 19. | PROPOSED DEPTH | 20. ROTA | ARY OR CABLE TOOLS | |
| OR APPLIED FOR, ON TH | | 160 ft. | 3040 | 1 | Rotary | |
| 21. ELEVATIONS (Show wh | ether DF, RT, GR, etc.) | | | | 22. APPROX. DATE WORK WILL START* | |
| 5814 ft. | | | | • | December 20, 1980 | |
| |] | PROPOSED CASING A | ND CEMENTING PROGRA | м | · | |
| SIZE OF HOLE | SIZE OF CASING | WEIGHT PER FOOT | SETTING DEPTH | | QUANTITY OF CEMENT | |
| 12-1/4" | 7-5/8" | 24.00 | 200 | | sx circulated | |
| 6-3/4" | 2-7/8" | 6.50 | 3040 | 300 | SX | |
| surface. Pr 3040 feet us 6.50# casing Perforate th Nipple down This gas has | ressure test surfing mud as the formula to T.D. and center the control of the well head. The reviously been previously been supposed program: If it is drill or deepen directions. | rface casing. circulating me ement in place. and fracture to Test the well an dedicated to | edium. Log the w Log the well. | le to T well. Press action. a gath | Run new 2-7/8" sure test the casing. Clean the well up. mering system JAN 6 1981 JAN 6 COM. CON. 3 CON. 3 | |
| SIGNED RUGY S. (This space for Fede: | MOLLE WED | TITLE A | rea Superintende | ent | DATE December 16, 198 | |
| PERMIT NO. | S AMENDED |) | APPROVAL DATE | | | |
| CONDITIONS OF APPROV | JAN 0 5/1981 JAMES F. SIMS DISTRICT ENGINEER | 7 TITLE | | | DATE | |
| ام.ق | 43~~ | · N | IMOCC | | | |

NEW MEXICO OIL CONSERVATION COMMISSION WELL LOCATION AND ACREAGE DEDICATION PLAT

All distances must be from the outer boundaries of the Section. Well No. SUPRON ENERGY CORPORATION County Township Section Unit Letter SAN JUAN 28 NORTH 10 WEST Actual Fastage Location of Well: WEST feet from the feet from the SOUTH line and 990 Dedicated Acreoge: Producing Formation 160,00 5814 <u>Chacra</u> 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? If answer is "yes," type of consolidation Yes 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 Rudy D. Motto Position Area Superintendent Company SUPRON ENERGY CORPORATION November 1980 -1120 Registered Professional E James Certificate No. 1463 2000 1000 F00

SUPRON ENERGY CORPORATION POST OFFICE BOX 808

FARMINGTON, NEW MEXICO 87401

December 16, 1980

United States Geological Survey P.O. Box 959
Farmington, New Mexico 87401

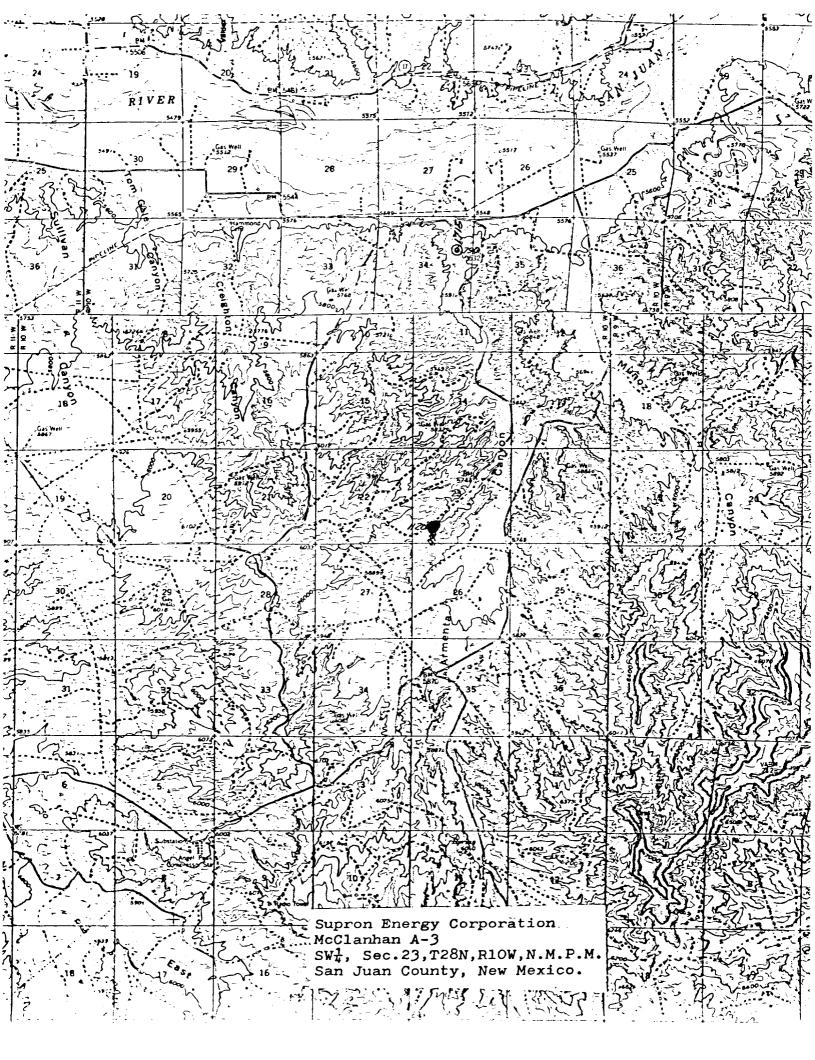
Attention: Mr. James Sims

Dear Sir:

Supron Energy Corporation proposes to drill the McClanahan "A" No. 3 well located 990 feet from the South line and 1120 feet from the West line of Section 23, Township 28 North, Range 10 West, N.M.P.M., San Juan County, New Mexico.

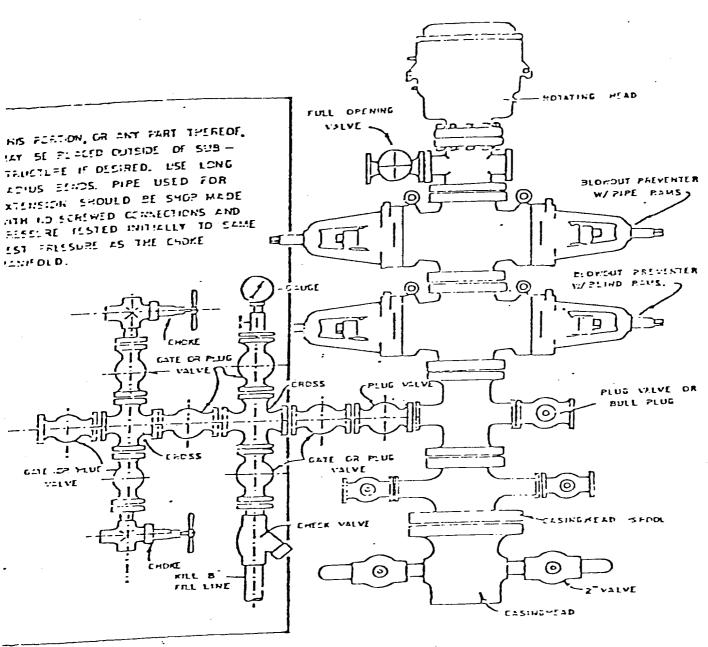
The following attachments are included with this application:

- 1. Map of existing roads.
- 2. No access road is needed.
- 3. Location of existing wells.
- 4. Lateral roads to well locations.
- 5. Location of surface equipment if required.
- 6. Drilling and completion water will be obtained from the San Juan River.
- 7. Waste will be disposed of by being placed in the reserve pit and buried upon completion of the well.
- 8. There will be no camp at or near the well site.
- 9. There will be no air strip.
- 10. A plat is attached showing the location of the rig, mud tanks, reserve pit, burn pit and etc.
- 11. A letter of certification is attached. The operator representative, for compliance purposes, is Rudy D. Motto, Area Superintendent, P.O. Box 808, Farmington, New Mexico. Phone (505) 325-3587.
- 12. After the well is completed the location will be cleaned up and bladed. The reserve pit will be allowed to dry then it will be filled and restored to its natural state.
- 13. The soil is sandy clay loam with the principal vegetation being sagebrush, juniper, snakeweed, ricegrass, grama, prickley pear cactus, narrow leaf yucca and russian thistle.



Blowout Preventer will be tested daily and prior to drilling out with the results to be logged on the drillers report.

The B.O.P. and all valve and fittings are rated at 3000 psi working pressure, and hydraulically operated



BLOWOUT PREVENTER HOCKUP

Well

Steel Mud Pits

Reserve

Reserve

Reserve

Catrino

Pump

8' X 12' X 12'

Burn Pit

LOCATION AND EQUIPMENT LAYOUT SUPRON ENERGY CORPORATION McClanahan "A" No. 3 990'/S; 1120'/W line Sec. 23, T-28N, R-10W San Juan County, New Mexico

SUPRON ENERGY CORPORATION Post Orricz Box 808 FARMINGTON, New Mexico 87401

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 preformed by SUPRON ENERGY CORPORATION and its contractors subcontractors in conformity with this plan and the terms and conditions under which it is approved.

SUPRON ENERGY CORPORATION

Rudy D. Motto

Area Superintendent

Phone: 325-3587

SUPRON ENERGY CORPORATION

McClanahan "A" No. 3 SW 1/4 Sec. 23, T-28N, R-10W, NMPM San Juan County, New Mexico

- 1. The Geologic name of the surface formation is "Wasatch".
- 2. The estimated tops of important Geologic markers are:

| A. | Top of the Ojo Alamo | 820 ft. |
|----|----------------------------|----------|
| B. | Top of Kirtland | 975 ft. |
| C. | Top of the Fruitland | 1745 ft. |
| D. | Top of the Pictured Cliffs | 1860 ft. |
| | Top of the Chacra | 2845 ft. |

3. The estimated depth at which anticipated water, oil or other mineral bearing formations are expected to be encountered are:

| A. | Top of the Ojo Alamo | 820 ft. Water |
|-------------|----------------------------|----------------|
| B. | Top of Kirtland | 975 ft. Water |
| C. | Top of the Fruitland | 1745 ft. Water |
| D_{ullet} | Top of the Pictured Cliffs | 1860 ft. Gas |
| E_{ullet} | Top of the Chacra | 2845 ft. Gas |

- 4. The casing program is shown on 9-331C and all casing is new.
- 5. The lessee's pressure control equipment schematics are attached along with minimum specifications, testing procedures and frequencies.
- 6. The type, estimated volumes and characteristics of the circulating medium are as follows:
 - A. O to 200 ft. Natural mud.
 - B. 200 to 3040 ft. Permaloid non-dispersed mud containing approx. 67 sx of Permaloid and 10 sx of C.M.C.
- 7. The auxiliary equipment will be floats at the bit and a sub on the floor with a full opening valve to be stabbed into the drill pipe when the kelly is not in the string.
- 8. This well is in an area which is heavily developed; therefore we will not have a testing or coring program. The logging program is as follows:
 - A. E.S. Induction
 - B. Gamma Ray Density
 - C. Gamma Ray Correlation
 - D. Cement Bond or Temperature
- 9. We do not expect to find any abnormal pressures, temperatures or hydrogen sulfide problems in this heavily developed area.
- 10. The anticipated starting date for this well is December 30, 1980.

