rorm approved. Budget Bureau No. 42-R1425.

#### (Other instructions on reverse side) **UNITED STATES** 5. LEASE DESIGNATION AND REFIAL NO. DEPARTMENT OF THE INTERIOR

GEOLOGICAL SURVEY							
APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK						6. IF INDIAN, ALLOTTEE OR TRIBE NAME	
DRILL DEEPEN DEEPEN PLUG BACK						7. UNIT AGREEMENT NAME	
. TYPE OF WELL				<del></del>		Gallegos Canyon Unit-	
OIL GAR WELL OTHER SINGLE MULTIPLE ZONE						8. FARM OR LEASE NAME	
NAME OF OPERATOR	D C						
Energy Reserves Group, Inc.						9. WELL NO.	
						272 10. FIELD AND FOOL, OR WILDCAT	
Box 3280, Casper, Wyoming 82602  Location of Well (Report location clearly and in accordance with any State requirements.*)						Kutz Pictured Cliffs	
1100'FNL, 2200'FWL (SE NE NW)						11. SEC. T. R. M. GR BLE	
At proposed prod. zone						Sec 33-T28N-R12W	
4. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE*						12. COUNTY OR PARISH   13. STATE	
6 miles East and 8 miles south of Farmington						San Juan New Mexico	
LOCATION TO NEAREST PROPERTY OF LEASE LINE, FT.				6. No. of acres in lease 17. No. TO T		F ACRES ASSIGNED HIS WELL 160	
8. DISTANCE FROM PROPOSED LOCATION*						RY OR CABLE TOOLS	
or applied for, on this lease, ft. 1400'				40'	Rotary		
1. ELEVATIONS (Show whether DF, RT, GR, etc.) 5680' GRD					:	22. APPROX. DATE WORK WILL START* December 1976	
3. PROPOSED CASING AND CEMENTING PROGRAM							
SIZE OF HOLE	SIZE OF CASING			SETTING DEPTH	QUANTITY OF CEMENT		
9 7/8''	7"	17#		100'	50 sks		
6 ½ "	4½''	9.5#		1440'		90 sks	
well antic forma No co will Copie tops  O  K P T A ser	with rotary ipated zone tion. res or DST's be furnished s of the locare as follo jo Alamo irtland ictured Clif D ies 600 or 9 Amorais procession or december of directions or december of the directions of the direction of the directions of the dir	tools from of complete are plant upon compation plants:  fs ss  00 BOP with proposal is to deep	m sution ned. plet ar	lug back, give data on pr	The ured (1 logell. The esd drill	Cliffs gs run	
signed Heav	B. Ban	ued 711	RM	D Production	Engir	neer <sub>DATE</sub> October 28, 1976	
(This space for Feder	al or State office use)				<del></del>		
PERMIT NO.			<del></del>	APPROVAL DATE NECEIVED			
APPROVED BY		TIT	LE			DATE	
CONDITIONS OF APPROVAL, IF ANY:				N.O.A. 5 1910			
and the second of the second o							
U Willy		£0 1		O D O:			

\*See Instructions On Reverse Side

Well No. 272 Callegos Canyon Unit-Energy Reserves Group, Inc. Township County Unit Letter Section 12 West San Juan 28 North Actual Footage Location of Wells West 2200 North 1100 line and feet from the Dedicated Acreages Producing Formation Ground Level Elev: Pictured Cliffs Pictured Cliffs Kutz 160 Acres 5680 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 contoined herein is true and complete to the Name Dean Barnes RDM Production Engineer Reserves Group, Energy 10-28-76 Section 33 I hereby certify that the well location shown on this plat was plotted from field notes of octual 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 Surveyers Ootober 14, Registered Protessignal Enginee 1980 2310

#### Attachment with Form 9 - 331 C.

- 1. The geologic name of this surface formation is the Nacimiento.
- 2. The estimated tops of the important geologic markers in this well are :

Ojo Alamo 125'
Kirtland 225'
Pictured cliffs ss 1340'
TD 1440'

- 3. It is anticipated that the Pictured Cliffs formation will be gas bearing.
- 4. The proposed casing program is as follows:
  Set 7" 17# used casing at 100' + and
  cement back to surface with 50 sks cement.
  Set 4½", 9,5# secondhand casing at 1440' +
  (in a 6½"hole) and cement with 90 sks cement.
  Estimated cement top at 840' +.
- 5. Pressure control equipment consists of the following: A Shaffer type double ram BOP hydraulically operated 10" 600 or 900 series. The BOP will be pressure tested to 400 psi after installation and prior to drilling out from under surface casing. See attachment # 1.
- 6. Well is to be drilled with gel mud plus required additives for hole conditions and formations to be drilled. Normally, about 30-40 sacks of gel will be on location at any one time. There is no need for weighting material.
- 7. Auxiliary equipment a float at the bit and a full opening floor valve to stab into the drill pipe.
- 8. No coring is planned. No DST's are planned. It is planned to run only the IES log from TD to base of surface casing.
- 9. No abnormal pressures of temperatures are anticipated.  ${\rm H}_2{\rm S}$  is not a potential problem in this area.
- 10. It is planned to commence drilling operations soon after regulatory approval has been received. It is planned to drill this well along with about ten (10) others yet this year. It is estimated it will take 6 days to drill and log this well.

## NTL-6

## 1. Existing Roads :

- a. See attachment #2
- b. Well location is six miles east and eight miles south of Farmington.
- c. Covered in a. and b.
- d. Not applicable development well.
- e. See attachment #2
- f. Existing roads are in good condition. No improvement or maintenance required.

## 2. Planned Access Roads :

It will not be necessary to construct access road. Location is \( \frac{1}{2} \) mile from paved road.

- (1) Width of driving area will be limited to 16'+.
- (2) Very flat.
- (3)(4)(5)(6)(7) None required.

## 3. Location of Existing Wells :

Wells indicated on Attachment #2 are producing wells operated by Energy Reserves Group, Inc.

# 4. Location of Existing and/or proposed Facilities :

- a. (1) None
  - (2) At each well
  - (3) None
  - (4) El Paso has gathering lines to each well.
  - (5) None
  - (6) None
- Tf ---11 in mandantian E1 Dans --:11 house an

#### NTL-6

## 9. Well site Layout :

- (1) See attachment #3
- (2) See attachment #4
- (3) See attachment #4
- (4) It is not planned to line pit.

## 10. Plans for Restoration of Surface :

As soon as pit is dried up it will be filled in and the surface leveled and contoured to surrounding terrain.

## 11. Other Information :

- (1) Topography at well site and access road is veru flat. Soil is very sandy.
- (2) Maize crops are grown on lands contiguous to location and access roads. Area is irrigated.
- (3) None.

# 12. Lessee's or Operator's representative :

Mr. T.C. Durham is the Foreman who will represent Energy Reserves Group, Inc. during our drilling and clean up operations in connection with this well. He lives in Farmington, New Mexico. His address and phone no's are as follows:

Home - 1205 Camino Largo ph.505-325-7978 Office - Box 977 ph.505-327-1639 ph.505-325-1873

## CERTIFICATION

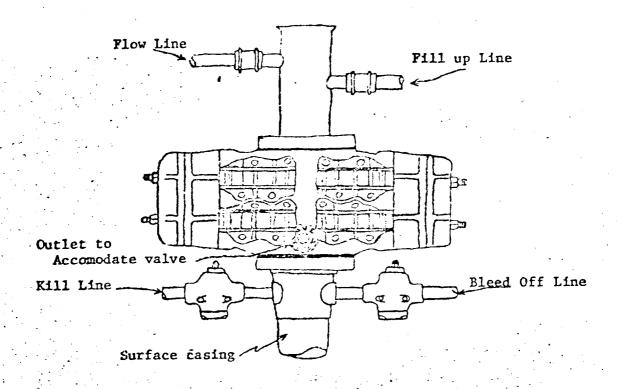
I hereby certify that I, or persons under my
direct supervision, have inspected the proposed
drillsite and access route; that I am familiar
with the conditions which presently exist; that
the statements made in this plan are, to the best
of my knowledge, true and correct; and, that the
work associated with the operations proposed
herein will be performed by

and its contractors and subcontractors in conformity with this plan and the terms and conditions under which it is approved.

11-5-76

Name and Title

Attachment #1

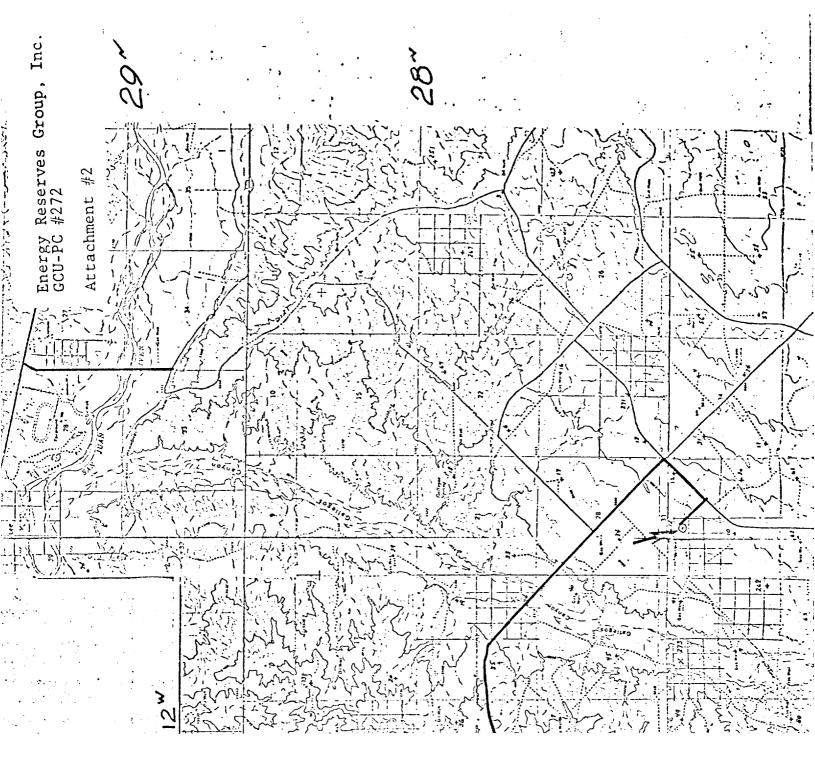


Blowout preventer is Shaffer double hydraulic equipped with drill pipe rams in the top and blind rams in the bottom.

Blowout preventer closing unit is Koomey 30 gallon accumulator unit.

When choke manifold is used, it will be installed downstream from bleed off valve.

Kill line or bleed off line may be installed at flanged opening in blowout preventer.



Energy Reserves Group, Inc. GCU-PC #272
Attachment #3

Energy Reserves Group, Inc.
GCU-FC # 270
11CO' FN & 2200' FN Sec 33-28N-12%
San Juan County, New Mexico

