SUBMIT IN TRIPLICATE*

Form approved. Budget Bureau No. 42-R1425.

UNITED STATES

(Other instructions on reverse side) 31-045-22928

| | | 01 1712 1 | NTERIOR | | 5. LEASE DESIGNATION | AND SERIAL NO. |
|--|---|--|---|-----------------------------------|--|--|
| | GEOLO | GICAL SURV | EY | | SF 078132 | |
| APPLICATION | N FOR PERMIT | TO DRILL, I | DEEPEN, OR PLUG | BACK | 6. IF INDIAN, ALLOTTE | E OR TRIBE NAME |
| . TYPE OF WORK | LL 🗷 | DEEPEN | PLUG B | ACK [] | 7. UNIT AGREEMENT I | NAME |
| DKI. TYPE OF WELL | LL 🖴 | DEEPEN | L PLOG D | | | |
| OIL GA | AS ELL OTHER | | SINGLE MUI | LTIPLE | 8. FARM OR LEASE NA | ME |
| NAME OF OPERATOR | | | | | A. L. Kiliot | t "D" |
| APOCO PRODUCT | TON COMPANY | | | | 9. WELL NO. | |
| | RIVE, PARKINGN | ATO NOT STA | iat | | 10. FIELD AND POOL, | OR WILDCAT |
| LOCATION OF WELL (Re | eport location clearly and | in accordance wi | th any State requirements.*) | | Manco Pictu | red Cliff |
| At surface 1530 | FSL x 1450' FW | L. Section | 11, T-29-N, R-9-N | • | 11. SEC., T., R., M., OR AND SURVEY OR A | BLK. Rea |
| At proposed prod. zon | e | | | | 182/4 SU/4 Se | etien 11, |
| DISTANCE IN MILES | AND DIRECTION FROM NEA | REST TOWN OR POS | ST OFFICE* | | 12. COUNTY OR PARISE | H 13. STATE |
| | theast of Blanc | | | | San Iman | Mars Mar- |
| DISTANCE FROM PROPO LOCATION TO NEAREST | SED* | | 16. NO. OF ACRES IN LEASE | | OF ACRES ASSIGNED THIS WELL | New Mex |
| PROPERTY OR LEASE L | INE, FT. | 1450' | 1067.75 | | 160 | |
| DISTANCE FROM PROP | OSED LOCATION* RILLING, COMPLETED, | | 19. PROPOSED DEPTH | 20. вот | CARY OR CABLE TOOLS | |
| OR APPLIED FOR, ON THE | IS LEASE, FT. | 240' | 2700' | <u> </u> | 22. APPROX. DATE W | ODE WILL SMAD |
| | ether DF, RT, GR, etc.) | | | • | | |
| 5887' CL | | DROBORED GAST | NG AND CEMENTING PRO | CPAW | Within 90 da | YB |
| | T | | | | | |
| SIZE OF HOLE | SIZE OF CASING | WEIGHT PER F | | | QUANTITY OF CEMB | ENT. |
| 12-1/4" | 8-5/8" | 24/ | 250' | | 260 ee | |
| • • | | | 27001 | | 625 on | |
| Ameso propose thoroughly. tools and dri and acreage p completion. Attached is a | n to drill the The well will is illing mud. Corolat are attache The gan from the Development P. | above well be drilled mpletion de ed. A copy his well is lan require | to develop the E three the Pictured seign will be been of all logs will dedicated to El | Cliffe id on ope be file Paso Nat | ctured Cliffs formation using the logs of with your of tural Cas Coups | ig Botary A diagram fice on my. |
| Ameso propose thoroughly. tools and dri and acreage proposetion. Attached is a server of the proposetion of | to drill the The well will is iling mid. Consist are attached the gas from the gas | above well be drilled apletion de ed. A copy als well is lan require | to develop the E thru the Pictured seign will be been of all logs will dedicated to El | cliffs d on ope be file Paso Nat | ctured Cliffs formation usin m hele logs ad with your of tural Cas Comps | A diagra- fice on my. |

Instructions

General: This form is designed for submitting proposals to perform certain well operations, as indicated, on all types of lands and leases for appropriate action by either a Federal or a State agency, or both, pursuant to applicable Federal and/or State laws and regulations. Any necessary special instructions concerning the use of this form and the number of copies to be submitted, particularly with regard to local, area, or regional procedures and practices, either are shown below or will be issued by, or may be obtained from, the local Federal and/or State office.

Item 1: If the proposal is to redrill to the same reservoir at a different subsurface location or to a new reservoir, use this form with appropriate notations. Consult applicable State or Federal regulations concerning subsequent work proposals or reports on the well.

Item 4: If there are no applicable State requirements, locations on Federal or Indian land should be described in accordance with Federal requirements. Consult local State or Federal office for specific instructions.

Item 14: Needed only when location of well cannot readily be found by road from the land or lease description. A plat, or plats, separate or on this reverse side, showing the roads to, and the surveyed location of, the well, and any other required information, should be furnished when required by Federal or State agency offices.

Items 15 and 18: If well is to be, or has been directionally drilled, give distances for subsurface location of hole in any present or objective production zone.

Item 22: Consult applicable Federal or State regulations, or appropriate officials, concerning approval of the proposal before operations are started.

U.S. GOVERNMENT PRINTING OFFICE: 1963--O-711-396

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

| Operator | | | Lease | | Well No. |
|----------------------------|----------------------------------|---|--|---|---|
| Amoco Prod | luction Compan | y | A. L. Elliott | ıDıı | 77 |
| Unit Letter | Section | Township | Range | County | |
| K | 11 | 29N | 9W | San Juan | |
| Actual Footage Loc | ation of Well: | 6 | . | | |
| 1530 Ground Level Elev. | feet from the Producing Form | South line and | | et from the West | line |
| 5887 | 1 | ed Cliffs | Pool Blanco Picture | | dicated Arreage; |
| | | | <u> </u> | | 160 Acres |
| 1. Outline th | e acreage dedicat | ted to the subject w | ell by colored pencil o | or hachure marks on the p | lat below. |
| | nan one lease is nd royalty). | dedicated to the wel | l, outline each and ide | entify the ownership there | of (both as to working |
| | | ifferent ownership is nitization, force-pooli | | have the interests of all | owners been consoli- |
| Yes | No If an | swer is "yes," type o | f consolidation | | |
| If answer this form in | is "no." list the of necessary.) | owners and tract desc | riptions which have a | ctually been consolidated | l. (Use reverse side of |
| No allowat | ole will be assigne | ed to the well until al or until a non-standar | interests have been d unit, eliminating suc | consolidated (by commun ch interests, has been app | itization, unitization, proved by the Commis- |
| | | | 1 | CE | ERTIFICATION |
| | | | 1 | | |
| | | | 1 | I hereby certif | fy that the information con- |
| | 1 | | ' | 1 1 | is true and complete to the |
| | 1 | | | 4 i | viledge and belief. |
| | ŀ | | İ | | |
| | 1 | | | Name | in the hand |
| | | | | (J.)L. KRU | PKA |
| 1 | | | İ | Position | |
| | . | | | AREA ENGI | NEER |
| 1 | | |] | Company | DUGET ON GOVERNMENT |
| | 1 | | | | DUCTION COMPANY |
| | i | | 1 | Date FEBRUARY | 6 1078 |
| İ | ; | Sec | | TEDROAKI | 0, 1770 |
| | | 11 | | | |
| | | } | | I hereby cert | ify that the well-location |
| | 1 | | | shown on this | plat was plotted from field |
| | 1 | | | notes of actua | al surveys made by me or |
| | 1 | | | | rvision, and that the same |
| 14501 | | | √ i | is true and a | correct to the best of my |
| | . | | į i | knowledge and | l belief. |
| | + + | t | | | |
| | | | | | |
| | - | | | Date Surveyed | 3.000 |
| | 530 | | | February | |
| | 15 | | " ∤ * | Registered Profe and/or Land Sur | essional Engineer veyor |
| | i I | | | 2 10 | Hua |
| | | | ł I | Fred B. | err Jr. |
| | | | | Certificate No. | |
| 0 330 660 | 90 1320 1650 1980 | 2310 2640 2000 | 1500 1000 5 | 3950 | |

A. L. ELLIOTT "D" NO. 7 1530' FSL x 1450' FWL, SECTION 11, T-29-N, R-9-W SAN JUAN COUNTY, NEW MEXICO

CERTIFICATION

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

COMPANY and its contractors and sub-contractors in con-formity with this plan and the terms and conditions under which it is approved.

February 15, 1978

Amoco Production Company's Representative:

1. O. Spaer, Jr.

Filone: Office: 505-325-8841; Rome: 505-325-3247

Address: 501 Airport Drive

Farmington, NM 87401

DEVELOPMENT PLAN A. L. ELLIOTT "D" NO. 7 1530' FSL x 1450' FWL, SECTION 11, T-29-N, R-9-W SAN JUAN COUNTY, NEW MEXICO

The proposed location is flat with sandy soil, with vegetation of tumble-weeds and native grass. No cuts necessary. The geological name of the surface formation is the Nacimiento. No new road will be built as the location joins the A. L. Elliott "D" Well No. 2. No construction materials will be required to build the location.

The water will be hauled to the location from the Blanco irrigation ditch approximately 4.6 miles. All drilling fluids will be contained in a jit and upon completion of well, pit contents will be hauled out and bladed into sand roads. Upon completion the location will be cleaned, leveled, and the reserve pit back-filled. Attached is the BLM seeding plan to be followed for this well.

This well will be drilled using native mud to a depth of 250'. From 250' to TD, low solids, non-dispersed mud will be used.

There are no airstrips in the vicinity.

The estimated tops of important geological formations are as follows:

| FORMATION | DEPTH | ELEVATION |
|-----------------|-------|---------------|
| Fruitland | 2220' | 3680 ' |
| Pictured Cliffs | 2500' | 3400 ' |

Estimated KB elevation is 5900'.

The casing program to be used will include all new casing:

| EST. DEPTH | CSG. SIZE | WEIGHT | HOLE SEZE | SACKS COMENT - TYPE |
|---------------|------------------|-------------|-------------------|---|
| 250' 2700' | 8-5/8" 4-1/2" | 24# 9.5# | 12-1/4" 7-7/8" | 260 - Class "B" 2% CaCl ₂ . 525 - Class "B" 6% Gel, 2# Med Tuf Plug per sx. 100 - Class "B" Neat. |

Amoco's standard blowout prevention will be employed; see attached drawing of our blowout preventer design.

Amoco will run an Induction Electric Survey from TD to 250' and a Density-Gamma Ray Log from TD to 2100'. No cores or drill stem tests will be taken.

In the past, drilling in this area has shown that no abnormal pressures, temperatures, nor hydrogen sulfide gas will be encountered.

We will start operations as soon as well is permitted, and a three-week operation is anticipated.

BLM SEEDING REQUIREMENTS IN THE FARMINGTON RESOURCE AREA

- SEED MIXTURE 2
- 2. TIME:

All seeding will take place between July 1 and September 15.

3. EQUIPMENT:

Seeding will be done with a disc-type drill with two boxes for various seed sizes. The drill rows will be eight to ten inches apart. The seed will be planted not less than one-half inch deep or more than one inch deep. The seeder will be followed with a drag, packer, or roller to insure uniform coverage of the seed, and adequate compaction. Drilling will be done on the contour where possible, not up and down the slope. Where slopes are too steep for contour drilling, a "cyclone" hand seeder or similar broadcast seeder will be used. Seed will then be covered to the depth described above by whatever means is practical.

4. SPECIES TO BE PLANTED IN POUNDS PURE-LIVE-SEED PER ACRE:

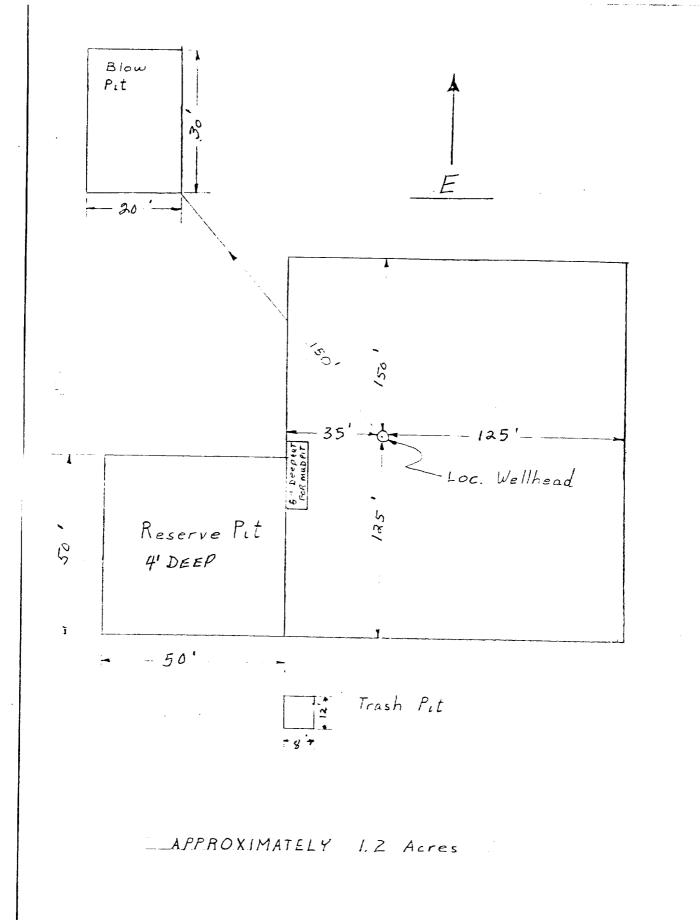
CRESTED WHEATGRASS (Agropyron desertorum) - 31/4 lbs.

FOURWING SALTBUSH (dewinged) (Atriplex conescens) - 1/2 1b.

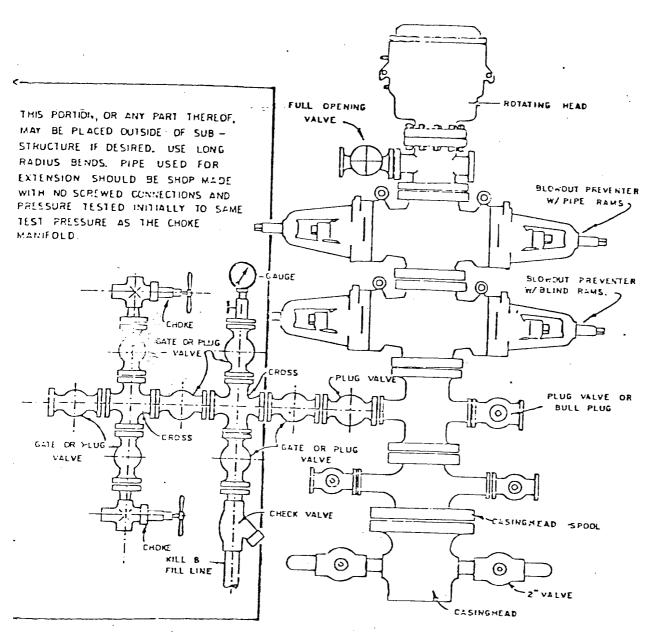
SAND DROPSEED (Sporobolus cryptandrus) - 3/4 lb.

WINTERFAT (Eurotia lanata) - ½ lb.

ALKALI SACATON (Sporobolus airoides) - 3/4 lb.



| Amoco Production Company | SCALE: NON | |
|-----------------------------|-------------|--|
| DRILLING LOCATION SPECS | | |
| A.L. ELLIGTT "D" WELL NO. 7 | DRG. NO. | |
| M. K. ELKIOTT D WELL NO. / | NO. | |



BLOWOUT PREVENTER HOOKUP

EXHIBIT D-4 OCTOBER 16,1969

